



ABSTRACT

Agriculture – Chemical Fertilizers – Purchase of Di-Ammonium Phosphate (DAP) Muriate of Potash (MOP), Urea and complex fertilizers for distribution to meet peak season demand of the farmers of Tamil Nadu – Interest free ways and means advance of Rs.135.00 Crores to the Tamil Nadu Co-operative Marketing Federation Limited (TANFED) for the year 2016-2017 – Sanctioned – Orders – Issued.

AGRICULTURE (AP3) DEPARTMENT

திருவள்ளூர் ஆண்டு 2048 மார்ச் 10

G.O.(Ms)No. 52

Dated: 22.02.2017.

Read:

1. G.O.(Ms) No.248, Agriculture Department, dated 20.06.2007.
2. G.O.(Ms) No.89, Agriculture (AP3) Department, dated 31.3.2015.
3. G.O.(Ms) No.123, Agriculture(AP3)Department, dated 18.03.2016.
4. From the Registrar of Cooperative Societies, letter No.Rc.No. 70836/2016 IP2, dated 18.10.2016.
5. Government letter No.25724/AP3/2016-1&2, dated 01.11.2016 and 09.12.2016.
6. From the Director of Agriculture letter No.FCO4/17850/2012, dated 24.11.2016 and 21.12.2016.

ORDER:

In the Government order first read above, the Tamil Nadu Co-operative Marketing Federation Limited was appointed as "State Agency" for the purchase of Di-Ammonium Phosphate (DAP) fertilizers, from the importers for catering to the needs of the farmers of this State. The Government have sanctioned interest free Ways and Means advance to Tamil Nadu Co-operative Marketing Federation Limited (TANFED) for purchasing and prepositioning of Chemical Fertilizers.

2. In the Government order 2nd read above, the Government have sanctioned an amount of Rs.150 crore as interest free ways and means advance to the Tamil Nadu Co-operative Marketing Federation Limited (TANFED) for purchase of Di-Ammonium Phosphate (DAP) fertilizers, Muriate of Potash (MOP) and Urea during 2014-2015.

(P.T.O.)

3. In the Government order 3rd read above, sanction was accorded for an amount of Rs.139.44 Crore as interest free ways and means advance to the Tamil Nadu Co-operative Marketing Federation Limited (TANFED) for the purchase and prepositioning of Urea, Di-Ammonium Phosphate (DAP) and Muriate of Potash (MOP) through Cooperative Societies so as to serve the farming community for supplying adequate fertilizers at a reasonable cost.

4. The Registrar of Cooperative Societies in the letter fourth read above has sent proposal for sanction of ways and means advance of Rs.150.00 Crore for the year 2016-2017. He has also requested to allow the Tamil Nadu Co-operative Marketing Federation Limited (TANFED) to utilize the above funds for the purchase of complex 20:20:0:13 and complex 10:26:26 besides Urea, Di-Ammonium Phosphate (DAP) and Muriate of Potash (MOP).

5. The Director of Agriculture in his letter sixth read above has stated that among the chemical fertilizers, Urea is the major fertilizer consumed in Tamil Nadu due to its necessity for Paddy crop and also the cheapest fertilizer available after the introduction of Nutrient Based Subsidy policy from 1.04.2010. The annual average consumption of Urea is 10 Lakh Metric Tonne out of 25 Lakh Metric Tonne of chemical fertilizer consumed in the State. Further to avoid over consumption of Urea and also to ensure balanced nutrient application, timely supply of Phosphoric and Potassic fertilizers also essential. Hence from the year 2013-2014, Tamil Nadu Co-operative Marketing Federation Limited (TANFED) was allowed to purchase all the above said fertilizers unlike previous year utilization. Though the required quantity of fertilizers are allocated by Government of India, due to Harbour congestion, non availability of railway rakes, priority to food items for railway loading and labour shortage, the timely supply of adequate quantity of fertilizers becomes uncertain. To tide over this situation, the prepositioning of fertilizers especially Urea through Tamil Nadu Co-operative Marketing Federation Limited (TANFED) is essential now. He has therefore requested the Government to consider the proposal for sanction of ways and means advance of Rs.150.00 Crore to Tamil Nadu Co-operative Marketing Federation Limited (TANFED).

6. The Government carefully examined the proposal of the Registrar of Cooperative Societies as recommended by the Director of Agriculture. Accordingly, the Government accord sanction for a sum of Rs.135.00 Crores (Rupees One hundred and thirty five Crores only) as interest free ways and means advance to Tamil Nadu Co-operative Marketing Federation Limited (TANFED), for the year 2016-2017 for purchase and prepositioning of Urea, Di-Ammonium Phosphate (DAP), Muriate of Potash (MOP), complex 20:20:0:13 and complex 10:26:26 so as to serve the farming community by supplying adequate fertilizers in time at a reasonable cost and also direct that the ways and means advance sanctioned above shall be adjusted against the outstanding ways and means advance of the previous year (2015-2016) i.e., of Rs.139.44 Crore and the balance portion of the outstanding advance shall be remitted into Government account under the head of account mentioned at paragraph 9 below.

(P.T.O.)

7. The Government permit the Tamil Nadu Co-operative Marketing Federation Limited (TANFED) to utilize the amount sanctioned in para 6 above for purchasing and prepositioning of the following quantity of fertilizers for meeting peak season demand in the current and ensuing year:-

Name of the Fertilizer	Price of fertilizer (Rs./MT)	Quantity of fertilizers (MT)	Cost of the fertilizer (Rs in Crores)
Urea	5,680	1,09,156	62.00
Di-Ammonium Phosphate (DAP)	22,000	20,454	45.00
Muriate of Pottash (MOP)	11,000	12,727	14.00
NPK 20:20:0:13	16,500	4,242	7.00
NPK 10:26:26	20,600	3,398	7.00
Total		1,49,977	135.00

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

“6401-00-Loans for Crop Husbandry- 195 Loans to Co-operatives –I Non Plan AD Ways and Means Advance to Tamil Nadu Co-operative Marketing Federation Limited (TANFED). DPC 6401 00 195 AD 0006 (outgo)”

9. Out of the ways and means advance of Rs.135.00 crore sanctioned in para 6 above, the outstanding ways and means advance of the previous year(2015-2016) shall be adjusted and contra credited to the following head of account:-

“6401-00-Loans for Crop Husbandry- 195 Loans to Co-operatives – I Non Plan AD Ways and Means Advance to Tamil Nadu Co-operative Marketing Federation Limited (TANFED). DPC 6401 00 195 AD 000E (Receipt)”

10. The Director of Agriculture is authorized to draw and adjusting the outstanding amount of the previous year with proper acknowledgement and also requested to present necessary adjustment bill for Rs.135.00 Crore and further, to remit the balance before the end of the Financial year.

11. The Government also direct that the interest free ways and means advance of Rs.135.00 Crore sanctioned in para 6 above shall be repaid within the financial year i.e. on or before 31st March 2017 from the funds realized through sale of fertilizers as mentioned in Annexure to this Order.

(P.T.O.)

12. The Director of Agriculture is directed to intimate the repayment of the ways and means advance sanctioned in para 6 above, directly to the Finance (L&A Cell) Department.

13. This order issues with the concurrence of Finance Department vide its U.O.No 1997/ Finance (Agri) /2017, dated 21.02.2017 and Loan Sanction Ledger No.23/2016-2017.

(By Order of the Governor)

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

To

The Director of Agriculture, Chennai 5.

The Registrar, Cooperative Societies, Kilpauk, Chennai-10.

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

The Accountant General, (AAD), Chennai-18.

The Accountant General, (G&SSA/E&RSA), Chennai-18.

The Pay and Accounts Officer (East), Chennai-18.

The Resident Audit Officer, O/o the Principal Accountant General (General and Social Sector Audit), Chennai-9.

Copy to:-

The Secretary to Government of India, Ministry of Chemicals and Fertilizers, Department of Fertilizers, New Delhi.

The Secretary to Government, Cooperation, Food and Consumer Protection Department, Chennai-9.

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

The Special Personal Assistant to the Hon'ble Minister for Agriculture, Chennai-9.

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

The Finance (BGI/BGII/Agri./Loans and Advances Cell/B-Coord) Department, Chennai-9.

The Connected File (C.No.25724/AP3/2016)

The Agriculture (OPIII) Department, Chennai-9.

Stock Files /Spare Copies.

/Forwarded By Order/

Jaltheema Hassan,
Section Officer 23/2/17

ANNEXURE

G.O.(Ms.) No. 52, Agriculture (AP3) Department, Dated: 22.02.2017.
Loans Sanctioned By The Government of Tamil Nadu
Loans Sanction Ledger No.23/2016-2017

1	Name of the Borrower	Tamil Nadu Co-operative Marketing Federation Limited (TANFED)
2	H.O.D. Controlling the Borrower	The Director of Agriculture Chennai -5.
3	Amount Sanctioned	Rs.135.00 Crores (Rupees One Hundred and Thirty five crores only)
4	Sanction Valid upto	31.03.2017
5	Purpose of Loan	For the purchase of Di-Ammonium Phosphate, Urea, Muriate of Potash, Complex 20:20:0:13 and Complex 10:26:26 from Importers for catering to the needs of the farmers in Tamil Nadu.
6	Payable in cash and adjustment	The outstanding interest free ways and means advance of Rs.139.44 crore as on 31.03.2016 should be adjusted as repayment and credited into Government account.
7	Demand No.5 Sub Head: Detailed Head under which loan is sanctioned (Both outgo and Receipt)	Agriculture Department "6401.00 Loans for Crop Husbandry - 195 Loans to Co-operatives-I Non Plan AD Ways and Means Advance to Tamil Nadu Co-operative Marketing Federation Limited (TANFED)" [DP Code 6401 00 195 AD 0006 outgo] [DP Code 6401 00 195 AD 000E Receipts]
8	Repayment period	Within the financial year (on or before 31.03.2017)
9	Moratorium towards repayment if any	Nil
10	Date on which Repayment is to commence	Immediate

11	Mode of repayment	Fully
12	Interest a) Normal rate (Subject to orders of Government on fixing of Rates of Interest for the financial year) b) Penal rate of Interest Mode of recovery of Interest	Interest free Not Applicable Not Applicable
13	The Head of Account to which interest has to be credited.	Not Applicable
14	G.O.(Ms.)No.and Dated:	G.O.(Ms.)No.52, Agriculture (AP3) Department, dated 22.02.2017.

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

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Falkeema Hassan
Section Officer 23/2/17