

ABSTRACT

Agriculture - Pradhan Mantri Fasal Bima Yojana (PMFBY) – Sanction of Rs.150.72515 lakh to the Insurance Companies towards settlement of State Government share of premium subsidy for Kharif, 2017 – 2018 season for Horticulture crops – Orders – Issued.

AGRICULTURE (AP2) DEPARTMENT திருவள்ளுவர் ஆண்டு 2049, பங்குனி மாதம் 13–ஆம் நாள்

G.O.(Ms).No.92.

Dated: 27.03.2018.

Read:

- 1. G.O.(Ms).No.220, Agriculture (AP6) Department, dated 21.07.2016.
- 2. G.O.(Ms).No.123, Agriculture (AP6) Department, dated 05.05.2017.
- 3. G.O.(Ms).No.135, Agriculture (AP6) Department, dated 24.05.2017.
- 4. From the Director of Horticulture and Plantation Crops Letter No.MIS/3439/2017, dated 12.03.2018.

ORDER:

In Government Order first read above, the Government have issued orders according administrative approval for implementation of Pradhan Mantri Fasal Bima Yojana at a cost of Rs.487.3703 crore in all the districts of Tamilnadu except Chennai from Kharif, 2016 season onwards by replacing the existing National Agricultural Insurance Scheme and to implement Coconut Palm Insurance Scheme as per the existing Government of India guidelines.

- 2. In Government Order second read above, the Government have issued orders for notifying the Crops, Districts, Firkas, Revenue Villages, Insurance Units and approved premium rates for Agricultural and Horticultural Crops for effective implementation of Pradhan Mantri Fasal Bima Yojana during Kharif, 2017 season.
- 3. In Government Order third read above, the Government have issued orders according administrative approval for implementation of Pradhan Mantri Fasal Bima Yojana at a cost of Rs.522.70 crore in all the districts of Tamil Nadu except Chennai during 2017-2018 as per the administrative approval and Operational Guidelines of Pradhan Mantri Fasal Bima Yojana issued by the Government of India.
- 4. The Director of Horticulture and Plantation Crops in his letter fourth read above has stated that in Para 10(IV) of Government Order first read above, 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. In Para 10(VII), it has been ordered that the funds for 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 implementation of Pradhan Mantri Fasal Bima Yojana in Tamil Nadu during 2016-17, 2017-18 and 2018-19 by following the tender process are Agriculture Insurance Company of India Limited, ICICI Lombard General Insurance Company Limited and New India Assurance Company Limited. In the Government Order third read above, orders have been issued according administrative approval for implementation of Pradhan Mantri Fasal Bima Yojana at a cost of Rs.522.70 crore during 2017-2018 and Director of Horticulture and Plantation Crops was authorized to settle the premium subsidy claims raised by the Insurance Companies on the budget provision of 2017-18. In the Government Order second read above, Notification was issued by the State for Pradhan Mantri Fasal Bima Yojana Kharif, 2017-18. The cut-off date for enrolment for Kharif 2017-18 for Horticulture crops was 30.09.2017. From Kharif 2017 onwards, it was mandatory for the Primary Agricultural Cooperative Banks, Banks and Common Service Centres to upload the enrolled farmer details in the Government of India Agriculture Insurance Portal. As per the operational guidelines of Pradhan Mantri Fasal Bima Yojana, the State Government has to release 50% of the State share of premium as upfront subsidy based on the fair estimates from the insurance companies. Among the three Insurance Companies, Agriculture Insurance Company of India Limited had submitted the Kharif 2017 upfront subsidy claim for an amount of Rs.15.00 lakh and ICICI Lombard General Insurance Company Limited for Rs.36.48 lakh. New India Assurance Company Limited had not submitted their claim for upfront subsidy but has submitted the Kharif 2017 State share subsidy bill for Rs.99,24,515/-. The State share subsidy claims by the Insurance Companies were compared with the Government of India portal data and the State share premium was worked out. The details of the State share premium claimed by the three Insurance Companies for Kharif 2017 - 18 are as follows:-

Season: Kharif 2017-18

S. No	Insurance Company	As per Government of India Portal		100	State	State
		Government of India + State share premium (Rupees in Lakh)	State share premium (Rupees in Lakh)	Claim type	Subsidy claim by Insurance Companies (Rupees in Lakh)	State subsidy for sanction (Rupees in Lakh)
1	Agriculture Insurance Company of India Limited, Chennai	257.714	128.857	upfront	15.00	15.00
2	ICICI Lombard General Insurance, Chennai	338.502	169.251	upfront	36.48	36.48
3	New India Assurance Company Ltd, Chennai	199.974	99.987	Provisional	99.24515	99.24515
	Total	796.19	398.095		150.72515	150.72515

- 5. The Director of Horticulture and Plantation Crops has further stated that claim for Kharif 2017 upfront subsidy by Agriculture Insurance Company of India Limited for Rs.15.00 lakh is lesser than their State share premium based on Government of India portal data and hence can be approved. Similarly, the upfront claim by ICICI Lombard General Insurance Company Limited for Rs.36.48 lakh is lesser than their Government of India portal based State Share premium and therefore may be sanctioned. New India Assurance Company Limited State share premium for Kharif 2017 based on Government of India portal works out to Rs.99.987 lakh, while their actual claim is Rs.99,24,515/- only. So the Kharif 2017 claim bill by New India Assurance Company Limited for Rs.99.24515 lakh can be approved.
- 6. Based on the claims received from the three companies and based on the Government of India Portal data, the Director of Horticulture and Plantation Crops has requested the Government to sanction an amount of Rs.150.72515 lakh as State share premium subsidy for Kharif 2017-18 to the three Insurance Companies.
- 7. The Government, after careful examination of the above proposal of the Director of Horticulture and Plantation Crops hereby accord sanction for a sum of Rs.150.72515 lakh (Rupees One Crore Fifty Lakh Seventy Two Thousand Five Hundred and Fifteen only) towards the State share premium subsidy for Kharif 2017-18 for horticulture crops to the three Insurance Companies [Rs.15,00,000/- (Rupees Fifteen Lakh only) to Agriculture Insurance Company of India Limited, Rs.36,48,000/- (Rupees Thirty Six Lakh Forty Eight Thousand only) to ICICI Lombard General Insurance Company Limited, Chennai and Rs.99,24,515/- (Rupees Ninety Nine Lakh Twenty Four Thousand Five Hundred and Fifteen only) to New India Assurance Company Limited] (upfront bill by Agriculture Insurance Company of India Limited and ICICI Lombard General Insurance Company Limited and provisional bill by New India Assurance Company Limited).
- 8. The expenditure sanctioned in para 7 above shall be debited to the following heads of account:-

Head of Account with detailed Sub Head	Amount (in rupees)
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)	1,13,04,386
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 -	37,68,129
Grants for specific schemes (DPC- 2401-00-789-JV-0939)	- P
Total	1,50,72,515

- 9. The Director of Horticulture and Plantation Crops is authorized to draw and disburse the amount sanctioned in para 7 above to the Agriculture Insurance Company of India Limited, the ICICI Lombard General Insurance Company Limited and New India Assurance Company Limited.
- 10. This order issues with the concurrence of Finance Department vide its U.O.No.14770/Agri/2018, dated 27.03.2018.

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

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

The Chief 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.

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 Finance (Agri.) Department, Chennai- 9.

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

The Assistant Programmer, Agriculture Department, Chennai-9.

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

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//Forwarded / By Order//

Section Officer