



## ABSTRACT

Agriculture - Pradhan Mantri Fasal Bima Yojana (PMFBY) – Settlement of second instalment State Share of premium subsidy for Agriculture Crops during Special Season, 2019-2020 – Sanction – Orders – Issued.

### AGRICULTURE (AP2) DEPARTMENT

கிருவள்ளூர் ஆண்டு 2051, சார்வரி, ஆனி மாதம் 17 – ஆம் நாள்

G.O.(Ms).No.131

Dated: 01.07.2020.

Read:

1. G.O.(Ms).No.147, Agriculture (AP2) Department, dated 23.7.2019.
2. G.O.(Ms).No.222, Agriculture (AP2) Department, dated 24.9.2019.

Read also:

3. Proceedings of the Director of Agriculture, No.G1/44702/2019-2, dated 19.3.2020.
4. From the Director of Agriculture, Letter No. CIS/ 44702/ 2019, dated 22.6.2020.

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### ORDER:

In the Government Order first read above, among others, orders were issued according administrative approval for implementation of Pradhan Mantri Fasal Bima Yojana in all the districts of Tamil Nadu except Chennai during 2019-2020 and 2020-2021 as per the existing Government of India guidelines and instructions issued thereon and also accorded financial sanction for an amount of Rs.634.7438 crore (Agriculture: Rs.621.1542 crore; Horticulture: Rs.13.5896 crore) during the year 2019 – 2020 towards settlement of State Share of premium subsidy, Payments for Professional and Special Services, advertisement and contingencies as provided in the Budget Estimate 2019-2020.

2. In the Government Order second read above orders have been issued notifying the Crops (Paddy II (Samba / Thaladi / Pishanam), Maize II, Cotton II & Onion II) Districts, Firkas, Revenue Villages for the Special Season 2019-2020 under Pradhan Mantri Fasal Bima Yojana.

3. In his letter fourth read above, the Director of Agriculture has stated that in para 9 of the Government Order first read above, the Director of Agriculture had been authorized to draw and disburse the premium subsidy allotted for Agriculture Crops in advance to Agriculture Insurance Company of India Limited and to the other approved Insurance companies through Agriculture Insurance Company of India Limited as per the Government of India subsidy pattern in accordance to the claims submitted by the Implementing Agencies and to settle the pending premium subsidy claims of previous years raised by the Implementing Agencies based on the budget provision of 2019-2020. In Para No.10 of above said Government order, the Director of Agriculture had also been authorized to release the State share of advance subsidy (I instalment) equivalent to 50% of 80% of their respective share of subsidy in corresponding previous season subject to fulfillment of General Financial Rule (GFR) / Guidelines in the matter without waiting for coverage details for the ongoing season.

4. He has further stated that in their Proceedings third read above, an amount of Rs.212,95,03,694/- (Rs.163,43,22,720/- to the Agriculture Insurance Company of India Limited and Rs.49,51,80,974/- to the Oriental Insurance Company Limited) has been settled to the concerned Insurance Companies as State share of upfront subsidy for Special Season and Rabi other crops, 2019-2020 based on the available budget provision of 2019-2020. Now, the Agriculture Insurance Company of India Limited has requested to release a sum of Rs.476,33,60,381/- towards settlement of second instalment State Government Share of Premium Subsidy for Special & Rabi season, 2019-2020 and the Oriental Insurance Company Limited has requested to release a sum of Rs.103,65,06,855/- towards settlement of second instalment State Government Share of Premium Subsidy for Special season, 2019-2020 alone.

5. However, as the yield data for Special Season crops (Paddy III, Maize III and Cotton III) alone have been furnished by the Department of Economics & Statistics to Insurance Companies, the Subsidy amount sought by the Insurance Companies have been restricted to Special Season alone and hence the subsidy amount proposed by Agriculture Insurance Company of India Limited for other crops of Rabi Season, 2019-20 in their subsidy bill has not been considered. A comparative statement on the State share of premium subsidy auto-generated on Government of India portal and the premium subsidy bill raised by the Insurance companies (ICs) based on the Government of India portal data is furnished below:-

Company	State Share of Premium Subsidy (Rupees in crore)				
	Auto-generated on GOI portal	Invoice Raised by ICs	Eligible Subsidy to be settled (*)	Upfront subsidy settled	Balance amount eligible to be settled
1	2	3	4	5	6
AICIL	582.47	577.80	577.80	163.43	414.37
OICL	120.61	123.46	120.61	49.52	71.09
Total	703.08	701.26	698.41	212.95	485.46

(\*) Comparing the amount indicated in columns 2&3, the lesser amount is recommended for sanction.

6. In view of the hardships faced by the farmers due to the Covid - 19 linked lockdown, the Director of Agriculture has requested the Government to accord Financial sanction for a sum of Rs.485,46,92,015/- of which a sum of Rs.414,37,27,132/- is payable to the Agriculture Insurance Company of India Limited and Rs.71,09,64,883/- to the Oriental Insurance Company Limited towards settlement of second instalment State Government Share of Premium Subsidy for Special season, 2019-2020 alone.

7. The Government, after careful examination of the proposal of the Director of Agriculture, accord sanction for a sum of Rs.485,46,92,015/- (Rupees Four Hundred Eighty Five Crore Forty Six Lakh Ninety Two Thousand and Fifteen only) towards the settlement of second instalment State Share of premium subsidy under PMFBY for Special Season, 2019-2020 pertaining to Agriculture crops as detailed below:-

- (i). Rs.414,37,27,132 /- (Rupees Four Hundred Fourteen Crore, Thirty Seven Lakh, Twenty Seven Thousand One Hundred and Thirty Two only) to Agriculture Insurance Company of India Limited; and
- (ii). Rs. 71,09,64,883/- (Rupees Seventy One Crore, Nine Lakh, Sixty Four Thousand Eight Hundred and Eighty Three only) to The Oriental Insurance 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 – JJ – State's Share towards Premium Subsidy under Pradhan Mantri Fasal Bima Yojana (PMFBY) for Agriculture Crops – 309 – Grants- in- Aid – 03 – Grants for specific schemes (IFHRMS DPC: 2401-00-110-JJ-30903) (Old DPC: 2401-00-110-JJ-0930)	364,10,19,011
2401-00-Crop Husbandry – 789 - Special Component Plan for Scheduled Castes – State's Expenditure – JU – State's Share towards Premium Subsidy under Pradhan Mantri Fasal Bima Yojana (PMFBY) for Agriculture Crops for Scheduled Caste Sub-Plan - 309 – Grants in Aid - 03 – Grants for specific schemes (IFHRMS DPC: 2401-00-789-JU-30903) (Old DPC: 2401-00-789-JU-0931)	121,36,73,004
<b>Total</b>	<b>485,46,92,015</b>

9. The Director of Agriculture is authorized to draw and disburse the amount to the Agriculture Insurance Company of India Limited and Agriculture Insurance Company of India Limited will in turn transfer the respective premium subsidy to the Oriental Insurance Company Limited.

10. This order issues with the concurrence of Finance Department vide its U.O.No.2121/FS/P/Fin(Agri)/2020, dated 30.6.2020.

(By Order of the Governor)

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

To

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 Regional Manager, The Oriental Insurance Company Limited, Regional Office,  
P.B.No.1877, U.I.L. Building, IV Floor, No.4, Esplanade, Chennai – 600 108.  
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 Special Personal Assistant to Hon'ble Minister for Agriculture,  
Chennai-9.

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

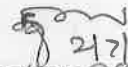
The Finance (Agri/BG.I/BG.II/B.co-ord) Department, Chennai- 9.

The Assistant Programmer, Agriculture Department, Chennai-9.

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

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//Forwarded / By Order//

  
21/7/2020  
Section Officer.

21/7/2020