



ABSTRACT

Micro, Small and Medium Enterprises – Additional provision of funds to clear the back-log of Capital Subsidy for the year up to 2018-19 - Sanctioned - Orders - Issued.

MICRO, SMALL AND MEDIUM ENTERPRISES (D2) DEPARTMENT

G.O.(Ms.) No.14

Dated : 06.02.2019

திருவள்ளூர் ஆண்டு 2050

விளம்பி வருடம், தை, 23.

Read:

1. 1.G.O.(Ms).No.14, Micro, Small and Medium Enterprises (B) Department, dated 07.05.2008.
2. G.O.(Ms).No.18, Micro, Small and Medium Enterprises (D2) Department, dated 16.04.2013.
3. From the Principal Secretary / Industries Commissioner and Director of Industries and Commerce, Letter Rc.No.9445/LC1/ 2018, dated 16.05.2018.

ORDER:

In Government Order first read above, the Government have introduced various incentives and concessions including State Capital Subsidy to eligible Micro, Small and Medium manufacturing enterprises in the state based on the Micro, Small and Medium Industries Policy 2008.

2. In Government Order second read above, the Government have delegated powers to the Industries Commissioner and Director of Industries and Commerce to draw and disburse the funds within the Budgetary provision in respect of the ongoing schemes every year.

3. The Principal Secretary / Industries Commissioner and Director of Industries and Commerce has stated that the Government have provided Rs.16000.00 lakh in the Budget Estimate for the year 2018-19 for disbursement towards Capital Subsidy. Though Rs.16000.00 lakh has been allotted for Capital Subsidy under Budget Estimate 2018-19, the Government have permitted to utilise an amount of Rs.4000.00 lakh only for the 1st quarter of 2018-19.

4. The Principal Secretary / Industries Commissioner and Director of Industries and Commerce has further stated that the General Managers of District Industries Centres / Regional Joint Director, Chennai have

informed that an amount of about Rs.20766.59 lakh is required for clearing pending application with them kept ready for disbursement of Capital Subsidy to Micro, Small and Medium manufacturing enterprises as on 31.03.2018. Further, Tamil Nadu Industrial Investment Corporation Limited (TIIC) has requested an amount of Rs.5769.53 lakh towards disbursement of Capital Subsidy for the period upto 31.03.2018. Hence in total an amount of Rs.26536.12 lakh is required for the period upto 31.03.2018 as detailed below:

Agency	Applications pending as on 31.03.2017 (a)		Applications sanctioned from 01.04.2017 up to 31.03.2018 (b)		Total applications (a+b)		Disbursement made during 2017-18		Total pending applications sanctioned as an 31.03.2018 and awaiting fund	
	No. of units	Amount in lakh	No. of units	Amount in lakh	No. of units	Amount in lakh	No. of units	Amount in lakh	No. of units	Amount in lakh
DIC	2353	19683.09	2021	14033.50	4374	33716.59	1835	12950.00	2539	20766.59
TIIC	375	4527.36	330	4292.17	705	8819.53	267	3050.00	438	5769.53
Total	2728	24210.45	2351	18325.67	5079	42536.12	2102	16000.00	2977	26536.12

5. The Principal Secretary / Industries Commissioner and Director of Industries and Commerce has requested the Government to sanction an additional amount of Rs.26536.12 lakh in Revised Estimate for the year 2018-19 so as to clear the pending capital subsidy applications for the period upto 31.03.2018.

6. The Government after careful consideration of the proposal of Principal Secretary / Industries Commissioner and Director of Industries and Commerce accord to sanction for invoking additional funds of Rs.105.00 crore for pending claims and Rs.95.00 crore for meeting 2018-19 subsidy claims totalling Rs.200.00 crore (Rupees Two Hundred Crore only) to clear the pending capital subsidy applications for the period upto 31.03.2018.

7. The expenditure sanctioned in paragraph 6 shall be debited to the following head of account:-

2851-00-Village and Small Industries - 102 Small Scale Industries - State's Expenditure - LZ Capital Subsidy to Micro Small, Medium and Agro based Industries 11 Subsidies - 01 Individual based subsidy.

(DPC 2851-00-102-LZ-1116)

8. Necessary additional funds for a sum of Rs.200.00 crore will be provided in Final Modified Appropriation (FMA) 2018-19. However, this expenditure shall be brought for the notice of the Legislature by Specific

Inclusion in the Supplementary Estimate 2018-19. Pending provision of such funds, the Principal Secretary / Industries Commissioner and Director of Industries and Commerce is authorized to draw and disburse the amount in para 6 above. He is also directed to include this item of expenditure while sending the budget proposal for Final Modified Appropriation (FMA) 2018-19 and also send necessary draft explanatory note for inclusion of this expenditure in the Supplementary Estimate 2018-19 to Government in Finance (Ind/B.G.II) Department at the appropriate time without fail.

9. The Principal Secretary / Industries Commissioner and Director of Industries and Commerce is authorized to draw the amount sanctioned in Para 6 above and allocate it to the General Managers of District Industries Centres / Regional Joint Director of Industries and Commerce, Chennai and also instructed to follow the guidelines issued in the Government Order first read above scrupulously while implementing the scheme and to send the Utilization Certificate to the Government.

10. This order issues with the concurrence of Finance Department vide its U.O. No.454/Ind/19, dated 05.02.2019 and ASL.No.2627 [Two thousand six hundred and twenty seven]

(BY ORDER OF THE GOVERNOR)

**DHARMENDRA PRATAP YADAV
SECRETARY TO GOVERNMENT**

To

The Principal Secretary / Industries Commissioner
and Director of Industries and Commerce,
SIDCO Corporate Office Building,
Thiru Vi Ka Industrial Estate,
Guindy, Chennai - 32.

The Managing Director,
Tamil Nadu Industrial Investment Corporation limited
Chennai-35

The Accountant General, Chennai-18.

The Pay and Accounts Officer, Chennai - 8

Copy to:

The Finance (Ind/B.G.II) Department, Chennai - 9.

Office of the Hon'ble Chief Minister, Chennai - 9.

The Special Personal Assistant to Hon'ble Minister (Rural Industries),
Chennai - 9.

Stock file / Spare copy.

// FORWARDED BY ORDER //


SECTION OFFICER