



ABSTRACT

Micro, Small and Medium Enterprises Department - Hon'ble Chief Minister's Announcement - Back Ended Interest subsidy – Funds allocated in the Budget Estimate for the year 2021 – 22 – Proposal for relaxation of Quarterly Control Appropriation so as to incur expenditure of entire fund during 1st quarter – Permission – Granted – Orders – Issued.

MICRO, SMALL AND MEDIUM ENTERPRISES [B] DEPARTMENT

G.O.(Ms) No. 28

Dated:25.05.2021

பிலவ வருடம், வைகாசி 11
திருவள்ளூர் ஆண்டு 2052

Read:

- 1) From the Additional Commissioner of Industries and Commerce, Letter Rc.No.15111/LC1/2021, dated 12.5.2021.

Read also:

- 2) G.O. (Ms) No.14, Micro, Small and Medium Enterprises (B) Department, dated 7.5.2008
- 3) G.O.(Ms) No. 18, Micro, Small and Medium Enterprises (D2) Department, dated 16.4.2013
- 4) G.O.(Ms) No.371, Revenue and Disaster Management (DM-IV) Department, dated 8.5.2021

ORDER:

In the letter first read above, the Additional Commissioner of Industries and Commerce has requested the Government to permit to draw and disburse entire amount of Rs.30.00 lakhs each provided in the Budget Estimate for the year 2021-22 towards CGTMSE and TUF during the 1st quarter itself by relaxing the Quarterly Control appropriation as a special case.

2. In the Government Order second read above, sanction was accorded for implementation of Back Ended Interest Subsidy Schemes for (i) Term loans obtained for Technology Upgradation and Modernization (ii) Term Loan obtained under National Equity Fund Scheme (Renamed as Micro/Small Enterprises Funding Scheme), (iii) Term Loan obtained under NSIC-SIDCO Consortium, composite term loan and Term loans obtained by Tiny Industries Under credit Guarantee Fund Trust Scheme and (iv) Term loan obtained for ISO certification, Research and Development resulting in registration of Patents and Intellectual Property Rights.

3. In the Government Order third read above, powers have been delegated to the Industries Commissioner and Director of Industries and Commerce to draw and disburse the funds within the budgetary provision in respect of Credit Guarantee Fund Trust Scheme and Technology Upgradation Scheme by following Quarterly Control Appropriation.

4. In the Government Order fourth read above, complete lock down is being enforced throughout the State with effect from 4.00 A.M. of 10.05.2021 to 4.00 A.M. of 24.05.2021 due to unavoidable reasons in order to control the spread of COVID-19. To implement the complete lock down effectively, Hon'ble Chief Minister of Tamil Nadu has convened a meeting with the industry and trade bodies on 09.05.2021. The representatives of various association participated in the meeting have expressed their full support to implement the lock down and suggested few relief measures to the Micro, Small and Medium Enterprises.

5. There is a pressing need for economic measures to stabilize and stimulate the economy and to protect the jobs and livelihoods. The secondary and tertiary sector, especially, manufacturing and service enterprises, which provides large number of employment opportunities, are somewhat in devastated condition.

6. Considering the importance of Micro, Small and Medium Enterprises (MSMEs) which provide large number of employment next to agriculture, the Hon'ble Chief Minister has made the following announcement for various relief to the MSMEs, in order to support and provide with financial and non-financial packages that may give some relief to them:

“கடன் உத்தரவாத நிதிஆதாரத் திட்டம் (CGTMSE) மற்றும் தொழில்நுட்ப மேம்பாட்டுத் திட்டம் (Technology Upgradation Scheme) ஆகிய திட்டங்களின் கீழ் பெறப்பட்ட கடனுக்கான ஐந்து விழுக்காடு பின் முனை வட்டி மானியம் (BEIS) நிறுவனங்களுக்கு உடனடியாக விடுவிக்கப்படும்”.

7. The Government have provided Rs.30.00 lakhs each in the Budget Estimate for disbursement of BEIS claims received towards Credit Guarantee Fund Trust Scheme and Technology Upgradation for the year for the year 2021-22. Though Rs.30.00 lakhs each has been allotted for Credit Guarantee Fund Scheme and Technology Upgradation in the Budget Estimate 2021-22, Government have permitted to utilise an amount of Rs.7.50 lakhs only for the 1st Quarter of 2021-22 and Rs.7.50 lakhs only can be utilised towards Technology Upgradation for the 1st Quarter of 2021-22.

8. The Additional Commissioner of Industries and Commerce has therefore requested the Government to draw and disburse entire amount of Rs.30.00 lakhs each provided in the Budget Estimate for the year 2021-22 towards CGTMSE and TUF during the 1st quarter itself by relaxing the Quarterly Control appropriation as a special case.

9. The Government, after careful examination of the request of the Additional Commissioner of Industries and Commerce, releases a sum of Rs.39.00 lakhs (Rupees Thirty Nine lakhs only) (Rs.19.50 lakhs towards CGTMSE + Rs 19.50 lakhs towards Technology Upgradation / Modernisation) during the 1st quarter by relaxing Quarterly

Control Appropriation for the year 2021-22 issued in the Government Letter No.15417/Finance (BGI) Department/2021-1, dated 30.03.2021.

10. The expenditure sanctioned in Paragraph 9 above shall be debited under the following head of account: (Rs. In lakh)

Credit Gurarantee Fund Trust Scheme(CGTMSE)	19.50
"2851-00- Village and Small Industries -102 Small Scale Industries – State's Expenditure – LP Assistance to New Tiny industries under NSIC – SIDCO Consortium – 311 Subsidies – 01 Individual Based subsidy" (Old DP code 2851-00-102-LP-1116) (IFHRMS DP Code 2851-00-102-LP-31101)	
Technology Upgradation/Modernisation	19.50
"2851-00- Village and Small Industries -102 Small Scale Industries – State's Expenditure – LN Assistance to SSI for Technology Upgradation / Modernisation of SSI units – 311. Subsidies – 01 Individual Based subsidy" (Old DP code 2851-00-102-LN-1110) (IFHRMS DP Code 2851-00-102-LN-31101)	

11. The expenditure sanctioned above is exempted from Quarterly Control of Appropriation (QCA) and are included in the online Quarterly Control of Appropriation (QCA) module of IFHRMS also, to facilitate drawal of bills under IFHRMS as well.

12. This order issues with the concurrence of Finance Department vide its U.O.No.1517/Finance (Ind)/2021, dated 25.05.2021.

(BY ORDER OF THE GOVERNOR)

MANGAT RAM SHARMA
PRINCIPAL SECRETARY TO GOVERNMENT

To
The Industries Commissioner and Director of Industries and Commerce,
SIDCO Corporate Building, Guindy, Chennai-32.

The Accountant General, Chennai-6/18.

All Pay and Accounts Officers/All District Treasuries

Copy to:

The Finance (Industries/BG-I) Department, Chennai-9.

Micro, Small and Medium Enterprises (D) Department, Chennai-9.

Stock file / Spare copy

//FORWARDED BY ORDER//

Hyder
26/5/21
SECTION OFFICER