



ABSTRACT

Micro, Small and Medium Enterprises Department - Hon'ble Chief Minister's Announcement - Capital Subsidy - Funds allocated in the Budget Estimate 2021-22 - 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. 29

Dated:25.05.2021

பில்வ வருடம், வைகாசி 11
திருவள்ளூர் ஆண்டு 2052

Read:

- 1) From the Additional Commissioner of Industries and Commerce, Letter Rc.No.15056/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 (B) Department, dated 16.4.2013
- 4) G.O.(Ms)No.371, Revenue and Disaster Management (DM-IV) Department, dated 08.05.2021

ORDER:

In the letter first read above, the Additional Commissioner of Industries and Commerce has requested the Government to permit Industries Commissioner and Director of Industries and Commerce to draw and disburse the entire amount of Rs.16800.00 lakhs provided in the Budget Estimate, for disbursement of capital subsidy for the year 2021-22, during the 1st quarter itself by relaxing the Quarterly Control Appropriation as a special case.

2. In the Government Order second read above, orders have been issued introducing various incentives and concessions viz., Capital subsidy to eligible micro, small and medium manufacturing enterprises in the State, based on the Micro, Small and Medium Industries Policy 2008. Capital Subsidy is given to the following enterprises:

- i. Micro Manufacturing enterprises established anywhere in the State.
- ii. Micro, Small and Medium manufacturing enterprises established in industrially backward areas and agro based enterprises set up in 385 blocks in the State.
- iii. Thrust sector enterprises set up anywhere in the State.

3. In the Government Order third 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 Capital Subsidy 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 associations 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 MSMEs which provide large number of employment next to agriculture, the Hon'ble Chief Minister has made the following announcement for various reliefs to the MSMEs, in order to support and provide with financial and non-financial packages that may give some relief to them:

“சுயமுதலீட்டு குறு, சிறு மற்றும் நடுத்தரத் தொழில் நிறுவனங்களுக்கு முதலீட்டு மானியம் வழங்க இந்த நிதியாண்டில் முதலீட்டு மானியத்திற்கான திட்டமதிப்பீடு ரூ.280 கோடி ஒதுக்கப்பட்டுள்ளது. இதில் 60 விழுக்காடு தொகை (ரூ.168 கோடி) நிறுவனங்களுக்கு உடனடியாக விடுவிக்கப்படும். இதன் மூலம் நிலுவையில் உள்ள தகுதியான அனைத்து நிறுவனங்களுக்கும் மானியம் கிடைக்க வழிவகை செய்யப்படுகிறது”.

7. In view of the above, the Government have provided Rs.28000.00 lakhs in the Budget Estimate for the year 2021 – 22 for disbursement of Capital subsidy. Though Rs.28000.00 lakhs has been allotted for Capital subsidy under Budget Estimate 2021-22, the Government have permitted to utilise an amount of Rs.7000.00 lakhs only for the 1st quarter of 2021 – 22. Based on the Vote on Account granted, 60% of the Budget Estimate (BE) Rs.16800.00 lakhs can be utilized if quarterly appropriation is relaxed.

8. The Additional Commissioner of Industries and Commerce has therefore requested the Government to draw and disburse an amount of Rs. 16800.00 lakhs from the Budget Estimate of Rs.28000.00 lakhs for the year 2021-22, 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.16800.00 lakhs (Rupees One hundred and sixty eight crore only) for the above said purpose from the IBE 2021-22 under the following head of account by relaxing Quarterly Control of Appropriation System issued in the Government Letter No.15417/Fin(BGI) Department/2021-1, dated 30.03.2021:-

"2851 - 00 - Village and Small Industries - 102 - Small Scale Industries - State's Expenditure - LZ Capital Subsidy to Micro, Small, Medium and Agro based Industries - 311 Subsidies - 01 Individual based subsidy." (Old DP Code 2851 -00 -102 -LZ -1116)

(IFHRMS DP Code 2851 -00 -102 -LZ -31101)

10. 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".

11. This order issues with the concurrence of Finance Department vide its U.O.No.1516/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//

Repet
26/5/21
SECTION OFFICER