



ABSTRACT

Handloom Industry – Announcement made by the Hon'ble Deputy Chief Minister of Tamil Nadu during Budget Speech for the year 2020-2021 – Implementation of "Handloom support Programme" for the year 2020-2021 – Sanction and release of Rs.40 crore – Orders issued.

HANDLOOMS, HANDICRAFTS, TEXTILES AND KHADI (D2) DEPARTMENT

G.O. (Ms) No.48

Dated: 26.03.2021

சார்வரி, பங்குனி 13

Thiruvalluvar Aandu 2052

Read:

1. G.O.(Ms.)No.128, Handlooms, Handicrafts, Textiles and Khadi (D2) Department, dated 04.09.2019.
2. Announcement made by the Hon'ble Deputy Chief Minister of Tamilnadu during Budget Speech for the year 2020-2021.
3. From the Director of Handlooms and Textiles letter Rc.No.5585/2020/J1, dated 02.03.2020, 07.09.2020 and 09.11.2020.

ORDER:

In the Government Order first read above, orders were issued among others, for the implementation of the Handloom Support Programme as per the announcement made by the Hon'ble Deputy Chief Minister in the Budget Speech 2019-2020, with the guidelines of Handloom Support Programme and sanctioned a sum of Rs.40 crore.

2. During the Budget Speech for the year 2020-2021, the Hon'ble Deputy Chief Minister has announced among others that "Handloom Support Scheme launched in 2018-2019 will be continued in 2020-2021 with budgetary allocation of Rs.40.00 crore".

3. To implement the above announcement, the Director of Handlooms and Textiles in his letter third read above has inter-alia sent a comprehensive proposal of the Component wise approval of the funds in the scheme under Handloom Support Programme and also requested the Government to sanction a sum of Rs.40.00 Crore towards implementation of the Handloom Support Programme (HSP) based on the announcement made by the Hon'ble Deputy Chief Minister

during the Budget Speech for the year 2020-2021 in respect of major components with sub allocation as indicated below:-

Sl. No.	Major Component	Sub-allocation (Rs.in crore)
1.	Technological Upgradation	5.00
2.	Design Development	7.00
3.	Product Diversification	9.00
4.	Brand Promotion and Positioning	5.00
5.	Market Expansion	8.00
6.	Working Capital Assistance	5.00
7.	Research and Development	1.00
TOTAL		40.00

4. The Director of Handlooms and Textiles has also stated that as per the 8th State Level Project Approval Committee meeting a sum of Rs.4.46 crore may also be sanctioned besides the Budget allocation of Rs.40 crores to implement the Announcements made by the Hon'ble Minister (Handlooms and Textiles) and others: The Director of Handlooms and Textiles has also stated that the State Level Project Approval Committee functioning under the Chairmanship of the Principal Secretary to Government, Handlooms, Handicrafts, Textiles and Khadi Department is an approving body for projects proposed under the Scheme. Out of sanctioned amount Rs.4000.00 lakh, the Department got approval of State Level Project Approval Committee only Rs.3081.98 lakh until the Utilization Certificate was submitted to the Government. Out of above approved amount, only Rs.1601.69 lakh has been utilized and for which Utilization Certificate submitted to the Government and it was stated that the balance funds Rs.1476.50 lakh was yet to be utilized as detailed below:-

(Rs.in lakh)

Sl. No.	Sanctioned Amount	5 th , 6 th and 7 th SLPAC Approved					
		Funds Approved	Funds spent as on 07.09.2020	Balance Fund	Funds returned by IA	Unspent funds as on 07.09.2020	Unapproved Funds as on 07.09.2020
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
				(3)- (4)		(5)- (6)	(2)- (3)
	4000.00	3081.98	1601.69	1480.29	3.79	1476.50	918.02

5. The Director of Handlooms and Textiles in his letter dated 22.02.2021 has further stated that during the year 2018-2019, the State Level Project Approval Committee approved a sum of Rs.3976.72 lakh as against sanction of Rs.4000.00 lakh whereas, in the 2019-2020, the State Level Project Approval

Committee has approved a sum of Rs.4000.00 lakh along with amount returned by the Implementing Agency and unsanctioned amount of Rs.197.18 lakh (Implementing Agencies returned amount Rs.173.90 lakh and unsanctioned amount Rs.23.28 lakh). On sanction of the above funds for the year 2018-2019 and 2019-2020 to the Implementing Agencies i.e., Handlooms Weavers Co-operative Societies (Co-optex) and Tamil Nadu Handlooms Development Corporation an interest of Rs.1,73,01,670/- have been earned from the deposit of the funds in the saving accounts. Therefore the Commissioner of Handlooms and Textiles has requested the Government to sanction a sum of Rs.40 crores towards implementation of the Handloom Support Programme 2020-2021 so as to implement the announcement made by the Hon'ble Deputy Chief Minister of Tamil Nadu during the Budget Speech 2020-2021.

6. The Government after careful examination of the proposal of Commissioner of Handlooms and Textiles has decided to accept and accord sanction and release a sum of Rs.40.00 Crore (Rupees Forty Crore only) towards implementation of the "Handloom Support Programme" for the year 2020-2021, based on the announcement made by the Hon'ble Deputy Chief Minister during the Budget Speech for the year 2020-2021 in respect of major components as indicated below, subject to the following condition:-

Sl.No.	Major Component	Sub-allocation (Rs.in crore)
1.	Technological Upgradation	5.00
2.	Design Development	7.00
3.	Product Diversification	9.00
4.	Brand Promotion and Positioning	5.00
5.	Market Expansion	8.00
6.	Working Capital Assistance	5.00
7.	Research and Development	1.00
TOTAL		40.00

- i. The Government accord permission to continue the State Level Project Approval Committee and Project Implementation and Monitoring Committee constituted in G.O.(Ms) No.116, Handlooms, Handicrafts, Textile and Khadi (D2) Department, dated 11.06.2018 for implementation of Handloom Support Programme during the year 2019-2020.
- ii. The Government accord permission to the effect that any modifications in the sub-allocation of funds among the components will have to be approved by the State Level Project Approval Committee constituted under the scheme.
- iii. The existing guidelines of the scheme shall be continued. If any modification in the guideline is required, the State Level Project Approval Committee is permitted to revise the guideline on need base.

7. The Commissioner of Handlooms and Textiles is also instructed that the interest accrued on unspent amount should be remitted into Government account (Savings on previous years).

8. The other component amount required for the implementation of Announcement made by the Hon'ble Minister for Handlooms and Textiles and others for Rs.4.46 crore, the Commissioner of Handlooms and Textiles is instructed to meet out the above said expenditure from unspent amount kept in savings.

9. The amount sanctioned and released at para 6 (1) above shall be debited under the following Head of Account under Demand No.17, Handlooms and Textiles:

2851 - 00 - Village and Small Industries - 103. Handloom Industries - State's Expenditure - BD Handloom Support Programme - 309 Grants-in-Aid - 03 Grants for Specific Schemes

IFHRMS (D.P. Code 2851-00-103-BD-30903)
Old (D.P. Code 2851-00-103-BD-0931)

10. The Commissioner of Handlooms and Textiles is authorized to draw and disburse the amount sanctioned at para 6 (1) above to the Tamilnadu Handloom Development Corporation Limited which is the Nodal Agency for implementation of Handloom Support Programme.

11. This order issues with the concurrence of Finance (Industries) Department vide its U.O.No.15257/Finance(Industries)/2021, Dated 26.03.2021.

(BY ORDER OF THE GOVERNOR)

SHAMBHU KALLOLIKAR
PRINCIPAL SECRETARY TO GOVERNMENT

To
The Commissioner of Handlooms and Textiles, Chennai - 600 108.
The Accountant General (A&E), (CA), (CAS), (Residential Audit),
Chennai - 600 018 / 09 .(By Name)
The Pay Accounts Officer (North), Chennai - 600 001.

Copy to:

The Finance (Ind) Department, Chennai - 600 009
The Private Secretary to Principal Secretary to Government,
Handlooms, Handicrafts, Textiles and Khadi Department, Chennai - 600 009.
The Handlooms, Handicrafts, Textiles and Khadi (A/B) Department,
Chennai - 600 009.

// FORWARDED / BY ORDER //

S. Suresh
26/3/21
UNDER SECRETARY TO GOVERNMENT.
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26/3/21