

**GOVERNMENT OF ODISHA
COOPERATION DEPARTMENT**

RESOLUTION

No. 5773 /Coop., dated 2.7.2012
III-CR-18/2012

Subject: Weather Based Crop Insurance Scheme (WBCIS) – Implementation during the Kharif- 2012 Crop Season

Government have been pleased to decide to implement the Weather Based Crop Insurance Scheme (WBCIS) on pilot basis for loanee and non-loanee farmers in thirteen (13) Blocks in two (2) Districts namely Nuapada & Bolangir of the State during the Kharif – 2012 Crop Season. Administrative Approval of the Government of India, Ministry of Agriculture for implementation of the Scheme has been communicated in their letter No.13011/01/2008-cr-II dated 7th March 2012. The Scheme shall be implemented by the Agriculture Insurance Company of India Ltd. (AIC), ICICI Lombard GIC Ltd. and the IFFCO TOKIO GIC Ltd.

2. Weather Parameter

The Scheme shall compensate the insured farmers against the likelihood of financial loss on account of anticipated loss in crop yield resulting from adverse rainfall incidence such as deficit rainfall, excess rainfall and dry spell in rainfall.

3. Crop covered under WBCIS

During Kharif 2012, the crop notified is **PADDY**.

4. Farmers Covered

The Scheme is compulsory for loanee farmers and optional for non-loanee farmers. Areas where Weather Based Crop Insurance Scheme (WBCIS) is implemented National Agricultural Insurance Scheme (NAIS) will not be available to loanee farmers. Non-loanee farmers can choose between NAIS or WBCIS.

5. Reference Unit Area and Implementing Agency

The Reference Unit Area (RUA) shall be the Block and the Implementing Agency (IA) for WBCIS for different Blocks are as under :

Sl. No.	Implementing Agency (IA)	Reference Unit Area (RUA)
1	AIC of India Ltd.	Bangomunda, Tureikela, Khariar, Komna
2	ICICI Lombard GIC Ltd.	Boden, Sinapali, Patnagarh, Titilagarh & Muribahal
3	IFFCO TOKIO GIC Ltd.	Nuapada, Khaprakhol, Belpada & Saintala

6. Area under Cultivation

For loanee farmers, the "Applied/Sanctioned Area (hect.) under cultivation" shall be strictly based on "area" mentioned in the Sanctioned Loan Application whereas for non-loanee farmers "Declared Area (hect.) under cultivation" shall be based on "area" declared by him in the proposal form.

7. Sum Insured

The "pre-declared" limit of insurance coverage will be Rs.12000/- per hectare at the maximum. The Sum Insured for an individual farmer shall be the product of area cultivated ('Applied/ Sanctioned' Area under cultivation for loanee farmers and 'Declared' Area under cultivation for non-loanee farmers for Paddy crop) in hectare and the "pre-declared" sum insured per hectare (Rs.12,000/-).

Sum Insured of a farmer = Area under cultivation in hectare X Pre-declared Sum Insured per hectare.

The non-loanee farmers will have the option of insuring smaller amount but not less than 50% of maximum limit of 'Sum Insured'.

8. Seasonality Discipline

Non-loanee farmers- The risk period shall commence from 20/06/2012 and cut-off date for entry in Scheme shall be 31/07/2012. Nodal Banks are required to submit the declaration to the Implementing Agencies (IAs) by 31/08/2012.

Loanee farmers- The risk period shall commence from 25/06/2012 and cut-off date for entry in Scheme shall be 31/07/2012, i.e., loans application sanctioned upto 31/07/2012 shall be covered under the Scheme. Nodal Banks are required to submit the declaration to IAs by 31/08/2012.

The details are as follows:

Category	Risk Commencement	Cut-off date for providing Insurance Coverage	Cut-off date for submitting declaration to IAs by Bank
Non-loanee	20/06/2012	31/07/2012	31/08/2012
Loanee	20/06/2012	31/07/2012	31/08/2012

9. Premium Rate

Under the Scheme, the premium rate is 10% of the sum insured but the insured farmer shall pay the normal rate of premium @ 2.50% (similar to National Agricultural Insurance Scheme) and the balance 7.5% of the premium will be shared by State Government and Central Government on 50:50 basis.

10. Compensation (Pay-out)

Pay-out shall arise in the event of Adverse Weather Incidence (AWI) which is equivalent to the deviation between Trigger Weather (pre-defined weather parameter computed by the Sub-Committee for WBCIS for Paddy in the notified Reference Unit Area) and Actual Weather Data recorded at Reference Weather Station during specified time period. In case of Adverse Weather Incidence, all the insured farmers in the Reference Unit Area shall be deemed to have suffered the same level of AWI and the same proportion of crop loss and become eligible for the same rate of pay-outs. Block wise pay-out Term Sheets for 13 blocks are enclosed as per Annexure-A.

10.1 The details of Reference Weather Station and Back-up Weather Stations for collection of rainfall data are as follows:

District	Block (Reference Unit Area)	Reference Weather Station (RWS)	Back-up Weather Station
Bolangir	Patnagarh	IMD, Patnagarh	SRC, Patnagarh
	Belpada	SRC, Belpada	Agriculture Dept./ AWS, Belpada
	Khaprakhol	SRC, Khaprakhol	Agriculture Dept./AWS, Khaprakhol
	Tureikela	IMD, Tureikela	SRC, Tureikela
	Muribahal	SRC, Muribahal	Agriculture Dept./AWS, Muribahal
	Saintala	IMD, Belgaon	SRC, Saintala
	Titilagarh	IMD, Titilagarh	SRC, Titilagarh
	Bangomunda	SRC, Bangomunda	Agriculture Department / AWS, Bangomunda
Nuapada	Komona	IMD, Komona	SRC, Komona
	Boden	SRC, Boden	Agriculture Dept./ AWS, Boden
	Nuapada	IMD, Nuapada	SRC, Nuapada
	Khariar	IMD, Khariar	SRC, Khariar
	Sinapalli	SRC, Sinapalli	Agriculture Dept./AWS, Sinapalli

11. Coverage Procedure

- i) Insurance coverage of non-loanee farmers shall be through the existing network of financial Institution at the grassroots level. Loanee farmers shall be covered by Nodal banks of Financial Institutions.
- ii) A service charge of 5% on the net premium amount remitted by the Nodal Bank shall be paid by IAs towards incidental management expenses incurred by them for servicing the Scheme.
- iii) The detailed coverage procedure as laid down in the Operational Modalities of the Scheme shall be circulated by the Implementing Agencies.

12. Pay-out Disbursement

- i) All payable claims shall be the responsibility of the Implementing Agencies.
- ii) Pay-outs would be made by the Implementing Agencies to the Banks within 45 days of receipt of actual rainfall data from Reference Weather Station.
- iii) Pay-outs to the insured farmer shall be automatically computed by the IAs on the basis of Actual Weather Data received and shall be credited to the Bank Account of the farmer covered under the Scheme through the concerned Nodal Bank/Financial Institution.

13. The Scheme shall be administered by the Implementing Agencies who shall be responsible for payment of all eligible claims.

14. Other details, if required can be ascertained from District Central Cooperative Bank, Branches of the Commercial Banks and Regional Rural Banks (RRBs) functioning in areas notified by WBCIS and from the Implementing Agencies.

ORDER: Ordered that the Resolution be published in the Odisha Gazette.

By order of the Governor



(Dr. Mona Sharma)
Commissioner-cum-Secretary to Government

Memo No. 5774 /Coop., Date: 2.7.12

Copy forwarded to the Deputy Director of Printing, Stationary and Publication, Odisha Secretariat, Unit-III, Kharvela Nagar with a request to publish the Resolution in the Extra Ordinary Gazette and supply 500 copies there of to this Department.

Suresh
2/7/12

Memo No. 5775 /Coop., Date: 2.7.12

Copy forwarded to all members of the State Level Co-ordination Committee on Crop Insurance (SLCCCI), Odisha for information and necessary action.

Deputy Secretary to Government

Suresh
2/7/12

Deputy Secretary to Government

Memo No. 5776 /Coop., Date: 2.7.12

Copy forwarded to all Departments of Government / All Heads of Department / Special Relief Commissioner, Odisha, Bhubaneswar / All Revenue Divisional Commissioners / Collector Bolangir and Nuapara / DDA, Bolangir and Kalahandi / Divisional Deputy Registrar of Co-operative Societies, Bolangir and Kalahandi for information and necessary action.

Suresh
2/7/12

Deputy Secretary to Government

Memo No. 5777 /Coop., Date: 2.7.12

Copy forwarded to the Deputy Commissioner (Insurance), Ministry of Agriculture, Department of Agriculture and Co-operation, Government of India, Krishi Bhawan, New Delhi for information and necessary action.

Suresh
2/7/12

Deputy Secretary to Government

Memo No. 5778 /Coop., Date: 2.7.12

Copy forwarded to the Registrar of Co-operative Societies, Bhubaneswar / Director, Agriculture & Food Production, Odisha / Director, Economics & Statistics, Odisha / Regional Manager, Agriculture Insurance Company of India Ltd., Regional Office, 87 Satyanagar, Bhubaneswar / Relationship Manager, ICICI Lombard GIC Ltd., Odisha, Balaji Towers, 2nd Floor, Plot No.204/3644, GM College Road, Sambalpur / Chief Manager, IFFCO-TOKIO GIC, 1st & 2nd floor, IIIG-22, BDA Colony, Jaydev Vihar, Bhubaneswar / Secretary's of Bolangir and Bhawanipatna Central Co-operative Banks for information and necessary action.

Suresh
2/7/12

Deputy Secretary to Government

Memo No. 5779 /Coop., Date: 2.7.12

Copy forwarded to the Chief Executive Officer, Agriculture Insurance Company of India, New Delhi / Chief General Manager, NABARD Regional Office, Bhubaneswar / Managing Director, Odisha State Co-operative Bank Ltd., Bhubaneswar / Zonal Manager, UCo Bank-cum-Convener, SLBC for information and necessary action.

Suresh
2/7/12

Deputy Secretary to Government