

KIND ATTENTION 14

PD, TNHSP

15

FA
PD (MS)
for immediate act



ABSTRACT

Tamil Nadu Health Systems Project - Chief Minister's Comprehensive Health Insurance Scheme - Sanction of Rs.10 crores to the Project Director, Tamil Health System Project for creation of the Corpus fund to help the needy and poor people especially children who undergo surgeries under the category of specialized procedures under Chief Minister Comprehensive Health Insurance Scheme - Orders - Issued.

HEALTH AND FAMILY WELFARE (EAP-II(2)) DEPARTMENT

G.O(Ms).No.320

Dated 19.11.2012
Thiruvalluvar Aandu - 2043
Karthigai - 4

Read

1. G.O(Ms).No.169, H&FW(EAPII-2) Department, dated 11.7.2011.
2. From the Tamil Nadu Health Systems Project Letter No.6557/TNHSP/Ins/2011, dated 25.12.2011, 30.12.2011, 19.2.2012 and 26.3.2012.

Order:

The Government in the G.O 1st read above issued orders for the implementation of Chief Minister's Comprehensive Health Insurance Scheme to provide universal health care to the people of Tamil Nadu. As per the above said Government Order, the sum assured is Rs.1 lakh per year per family along with the provision of Rs1.5 lakh for certain specified procedures. The eligibility income ceiling is Rs.72,000/- per annum per family to become the member under the scheme. Hon'ble Chief Minister has launched this scheme on 11th January 2012.

2. The Project Director, Tamil Nadu Health Systems Project (TNHSP) in his letter second read above has stated that in the New Insurance scheme, 1016 procedures have been included and among other procedures, the following have been included under the category of specialized procedures at a cost of Rs.1.5 lakhs:
 - i. Liver transplantation.
 - ii. Renal transplantation including post transplant procedure for immunosuppressant therapy.
 - iii. Bone Marrow transplantation

- iv. Cochlear implantation
- v. Stem cell transplantation

He has stated that these surgeries cost more than Rs.1.5 lakhs ranging from three lakhs to ten lakhs of Rupees and it is not possible to do these procedures on cash less basis within Rs.1.5 lakhs.

3. The Project Director, Tamil Nadu Health Systems Project has further stated that the scheme is covering the poor people whose annual income is Rs.72,000/- and below and definitely they could not bear the additional expenditure in lakhs. It is not possible to insist on the hospitals to perform the surgeries at the cost of Rs.1.5 lakhs and resultantly the extra cost has to be paid by the beneficiary when he undergoes any one of the above surgeries. In the earlier scheme, Renal Transplantation and Cochlear Implantation was alone approved as special procedures and the cost of Renal Transplantation was met within the amount of Rs.1.00 lakh through insurance scheme and own funds of beneficiaries over and above the amount of Rs.1.00 lakh. For Cochlear Implantation surgery, a sum of Rs.50,000/- was given by M/s Star Health Insurance Company in addition to the amount of Rs.1.00 lakh under the Insurance scheme and beneficiaries were identified through Cochlear Committee with members from Insurance Company, ENT surgeons etc. under the Chairmanship of Project Director, Tamil Nadu Health Systems Project. In this connection, the Project Director, Tamil Nadu Health Systems Project has pointed out that orders were issued in G.O(Ms).No.238, Health and Family Welfare (H2) Department dated 17.8.2010 sanctioning Rs.1.40 crores to Government Rajiv Gandhi General Hospital Chennai and Rs.18/- lakhs to TNMSC for performing Cochlear Implantation surgery for 40 children in the above hospital. The Special Officer, Chief Minister's Special Cell has informed that as on date, approximately there are 163 cases pending for performing Cochlear implantation surgery.

4. The Project Director, Tamil Nadu Health Systems Project has suggested that a Corpus Fund of Rs.10 crores may be created so as to help the needy and poor people especially children who undergo any one of the above specialized surgeries indicated in paragraph 2 above under Chief Minister's Comprehensive Health Insurance Scheme by bearing the extra cost of the surgery more than the eligible Rs.1.5 lakh per annum. The rate of these procedures will be recommended by the panel of expert committee to be formed under the Chairmanship of Director of Medical Education and approved by State Empowered Committee.

5. The Government have carefully examined the proposal of the Project Director, TNHSP and decided to accept the same. They accordingly issue the following orders.

- i. sanction is accorded for an amount of Rs.10.00 crores (Rupees Ten cores only) to the Project Director, Tamil Nadu Health Systems Project for creating an initial Corpus Fund to help the

needy and poor people especially children who undergo surgeries under the category of specialised procedures indicated in para 2 above under Chief Minister's Comprehensive Health Insurance Scheme and to bear the extra cost of the surgery of more than the eligible Rs.1.5 lakhs per annum from the corpus fund. The surgery cost for these specialized procedures will be recommended by an Expert Committee to be formed under the Chairmanship of the Director of Medical Education and approved by the State Empowered Committee. The Director of Medical Education is requested to constitute the Expert Committee and recommend the package cost for these procedures to the Project Director, which to be approved by the State Empowered Committee.

- ii. The amount sanctioned in para 5(i) above shall be debited to the following new head of account opened under Demand No.19, Health and Family Welfare .

2210- Medical and Public Health 80 General - 800. Other Expenditure Schemes in the Twelfth Five Year Plan -II State Plan -JL Corpus fund under Chief Ministers Comprehensive Health Insurance Scheme 10.contributions 01 - contribution to specific fund (DPC 2210 80 800. JL 1017)

- iii. To mobilise funds of Rs.20 crores per annum to the Corpus Fund to run it on a long term, the sharing pattern of reimbursement accruing to Government hospitals under the Chief Minister's Health Insurance is revised as under i.e. 15% to the Medical Team, 50% for consumables / department requirements, 22.5% for hospital upgradation and 12.5% for corpus fund. The revised sharing pattern will be reexamined in 2013-14. The United India Insurance Company is requested to remit the 12.5% of reimbursement directly to the Tamil Nadu Medical Services Corporation.

- iv. The Project Director, Tamil Nadu Health System Project and Managing Director, Tamil Nadu Medical Service Corporation should maintain separate account to this schemes receipts and outgos.

- v. A Committee consisting of Principal Secretary, Health & Family Welfare department, Principal Secretary, Finance, Managing Director, Tamil Nadu Medical Services Corporation, Project Director, Tamil Nadu Health Systems Project and a representative from United India Insurance Company (to coordinate with hospitals) is constituted, for the management of the corpus fund. The Project Director, Tamil Nadu Health Systems Project will be the convener of the Committee. This Committee will draw the guidelines for selection of

1/5

beneficiaries and also suggest the procedure to be followed for making all expenditures out of this fund.

vi. The corpus fund shall also be used for certain contingent expenditures, travel costs etc., which are now being met from Tamil Nadu Health System Project account

6. The Project Director, Tamil Nadu Health System Project is the estimating, reconciling and controlling authority of the above new head of account.

7. The Pay and Accounts Officer / Treasury Officer concerned are requested to open the above new sub head of account in their books.

8. The expenditure sanctioned in para 5(i) above shall constitute as item of " New Service " and the approval of Legislature will be obtained in due course. Pending approval of Legislature, the expenditure will be initially met by an advance from the Contingency Fund and orders regarding the sanction of advance from the Contingency Fund will be issued by Finance (BG-I) Department separately. The Project Director, Tamil Nadu Health System Project is directed to send an application in the prescribed form along with the copy of this order to Government in Finance (BG-1) Department for sanctioning the advance from contingency fund. The Project Director, Tamil Nadu Health System Project is also directed to send necessary Explanatory note for inclusion of the expenditure in the Supplementary Estimate for 2012-13 to obtain the approval of the Legislature at the appropriate stage.

9. The Project Director, Tamil Nadu Health System Project, is authorised to draw the amount and to credit the amount to the following Personal Deposit account of the TNMSC for incurring the expenditure by means of Demand Draft and not by cash:

"K Deposit and Advances (b) Deposits not bearing interest - 8443.00
Civil Deposits - 800 Other Deposits - CE. Deposits of Tamil Nadu
Medical Services Corporation (DPC 8443-00-800-CE-00 OH
(Receipts)"

10. This order issues with the concurrence of Finance Department vide its U.O.No.60222/Health-II/2012 dated 7.11.2012 and ASL No 1567, (One Thousand Five Hundred and Sixty seven)

(BY ORDER OF THE GOVERNOR)

J.RADHAKRISHNAN
SECRETARY TO GOVERNMENT

To
The Project Director, Tamil Nadu Health System Project, Chennai-6
Principal Secretary to Government Finance Department Chennai-9
The Managing Director, Tamil Nadu Medical Service Corporation
Chennai-6,

5/5

The Mission Director, State Health Society , Chennai-6,
The Director of Public Health and Preventive Medicine, Chennai-6,
The Director of Medical and Rural Health Services , Chennai-6
The Director of Medical Education, Chennai-10;
All District Collectors
All Joint Directors of Medical and Rural Health Services
All Deputy Director of Health Services
The Accountant General, Chennai-6/18
The Pay and Accounts Office (South), Chennai-35,
Copy to:
Private Secretary to Chief Secretary to Government,
Chennai-9,
The Hon'ble Chief Minister's Office, Chennai-9,
The Special Officer, C.M's Special Cell, Chennai-9,
The Senior P.A to Hon'ble Minister (Finance)/(Health), Chennai
The Finance (Health-II/BGI/BG-II/ Department , Chennai-9,
The United India Insurance Company, Chennai,
Sf/Sc

/ FORWARDED BY ORDER /

B. Jayaraman
SECTION OFFICER
M. M. M. M.