

## **ABSTRACT**

Tamil Nadu Health Systems Project – Chief Minister's Comprehensive Health Insurance Scheme – Creation of Corpus Fund to help the needy and poor people who undergo specialized Surgeries under the Scheme – Revision of sharing pattern to reimbursement accruing to the Government Hospitals under the Chief Minister's Comprehensive Health Insurance Scheme – Orders – Issued.

# HEALTH AND FAMILY WELFARE (EAPI-1) DEPARTMENT

G.O (Ms) No.331

Dated:21.10.2014 Thiruvalluvar Aandu – 2045 Jaya Iyppasi – 4

#### Read:

- 1) G.O.(Ms) No.320, Health and Family Welfare (EAPII-2) Department, dated 19.11.2012.
- 2) G.O. (Rt) No.992, Finance (BG-1) Department, dated: 24.12.2012.
- 3) G.O. (Ms) No.148, Health and Family Welfare (EAP1I-2) Department, dated: 24.06.2013.
- 4) G.O. (Ms) No.154, Health and Family Welfare (EAPI-1) Department, dated: 29.05.2014.
- 5) From the Project Director, Tamil Nadu Health Systems Project, Letter No.6557/ TNHSP/ Ins/ 2011 Dated: 03.06.2014.

# ORDER:

In the G.O. first read above, sanction was accorded for Rs.10.00 Crore 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 any one of the following specialized surgeries under the Chief Minister's Comprehensive Health Insurance Scheme and to bear the extra cost of the surgery of more than the eligible amount of Rs.1.5 lakh per annum from the Corpus Fund.

i. Liver Transplantation

- ii. Renal Transplantation including post transplant procedure for immunosuppressant therapy
- iii. Bone Marrow Transplantation.
- iv. Cochlear Implantation.
- v. Stem Cell Transplantation.

The amount of Rs. 10 Crores has been drawn and credited to the Corpus fund as per the G.O. second and third read above. As per the orders issued in Government Order first read above the United India Insurance Company was remitting 12.5% of Government Hospitals claims under Chief Minister's Comprehensive Health Insurance Scheme to corpus fund on day to day basis.

2. In the G.O. fourth read above, orders have been issued to revise the Sharing Pattern of reimbursement accruing to the Government Hospitals under the Chief Minister's Comprehensive Health Insurance Scheme specified in the G.O first read above as follows:

| ŠI.<br>No. | Items of reimbursement        | Existing pattern | Proposed pattern |
|------------|-------------------------------|------------------|------------------|
| 1.         | Incentive to Medical Team 15% | 15%              | 15%              |
| 2.         | Consumables                   | 50%              | 50%              |
| 3.         | Hospital Up gradation         | 22.5%            | 20%              |
| 4.         | Corpus Fund                   | 12.5%            | 15%              |

- 3. The Project Director has now stated that out of the total corpus fund amount of Rs.47.24 crores accrued as on 30.05.2014 (corpus fund Rs.10 crores + 12.5% deduction from Government Hospitals Rs.37.24 crores), a sum of Rs.40.44 crores has been spent for the expenditure of specialized surgeries performed under CMCHIS. The balance amount to be paid for the surgeries approved comes around to Rs.39.19 crores. Hence the funds available in the corpus fund is not sufficient to meet the present expenditure. The Project Director, Tamil Nadu Health Systems Project has further stated that even if the sharing pattern is revised at the rate of 20%, only one crore is additionally accruing monthly in the corpus fund which will not come up for the monthly expenditure which comes approximately to around Rs. 5 crores.
- 4. Therefore, this increase in sharing pattern is not sorting out further requirement of funds to corpus fund. Since the cases for the specialized surgeries are increasing day by day, the Project Director, Tamil Nadu Health Systems Project has proposed that the sharing pattern of reimbursement accruing to Government Hospitals under Chief Minister's Comprehensive Health Insurance Scheme specified in G.O fourth read above, may be revised from 15% to 20% as follows instead of the existing pattern:

| Existing Pattern   | Proposed (to be revised pattern) |  |
|--|----------------------------------|--|
| <ol> <li>Incentive to medical team</li> <li>15%</li> </ol> | Incentive to medical team 15%    |  |
| 2. Consumables 50%   | Consumables 45%                  |  |
| 3. Hospital Up gradation 20%                               | Hospital Up gradation 20%        |  |
| 4. Corpus Fund 15%   | Corpus Fund 20%                  |  |

5. The Government after careful examination, have decided to accept the request of the Project Director, Tamil Nadu Health Systems Project, Accordingly, the sharing pattern of reimbursement accruing to the Government Hospitals under Chief Minister's Comprehensive Health Insurance Scheme specified in G.O fourth read above, shall be revised as follows instead of the existing pattern:

| Existing Pattern |                               | Revised                       |  |
|------------------|-------------------------------|-------------------------------|--|
| 1.               | Incentive to medical team 15% | Incentive to medical team 15% |  |
| 2.               | Consumables 50%               | Consumables 45%               |  |
| 3.               | Hospital Up gradation 20%     | Hospital Up gradation 20%     |  |
| 4.               | Corpus Fund 15%               | Corpus Fund 20%               |  |

The Project Director, Tamil Nadu Health Systems Project is also directed to make the fund flow of arriving at suitable arrangements with hospitals at concessional rates, accordingly.

6. This order issues with the concurrence of Finance Department vide its U.O. No.52671/H-II/2014, dated:08.10.2014

## (BY ORDER OF THE GOVERNOR)

J.RADHAKRISHNAN SECRETARY TO GOVERNMENT

To

The Project Director, Tamil Nadu Health Systems Project, Chennai-6.

The Principal Secretary Government, Finance Department, Chennai-9.

The Managing Director, Tamil Nadu Medical Service Corporation, Chennai-8.

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 the District Collector,

All Joint Directors Medical and Rural Health Services

All Deputy Director of Health Services.

The Principal Accountant General (A&E), Chennai- 6/18.

The Principal Accountant General (Audit-I), Chennai-6/18.

The Pay and Account Office (South), Chennai-35.

Copy to

Private Secretary to Chief Secretary to Government, Chennai-9.

The Hon'ble Chief Minister Office, Chennai-9.

The Special Officer, Chief Minster's Special Cell, Chennai-9.

The Senior P.A. to Hon'ble Minister Finance / Health, Chennai-9.

The Finance (Health-II/BG-I&II) Department, Chennai-9.

The United India Insurance Company, Chennai-

Health and Family Welfare (Data Cell) Department, Chennai-9.

SF/SC

// FORWARDED BY ORDER //