



ABSTRACT

Tamil Nadu Health Systems Project – Chief Minister's Comprehensive Health Insurance Scheme – Closure of accounts for the Policy Year 2021 (11.01.2021 to 10.01.2022) – 5% administrative cost to be paid to United India Insurance Company – Sanction of Rs.50,55,51,334/- – Orders – Issued.

HEALTH AND FAMILY WELFARE (EAPI-1) DEPARTMENT

G.O. (Ms) No.54

Dated:21.02.2023

சுபகிருது, மாசி - 09

திருவள்ளூர் ஆண்டு-2054

Read:

1. G.O.(Ms)No.231, Health and Family Welfare (EAP1-1) Department, dated 07.05.2021.
2. G.O.(Ms) No.345, Health and Family Welfare (EAP1-1) Department, dated 30.09.2022.
3. From the Project Director, Tamil Nadu Health Systems Project letter No.114/TNHSP/Ins/2021, dated 25.11.2022.

ORDER:

In the Government Order first read above, orders were issued regarding to the benefit of the poor and needy people for getting treatment for COVID under Chief Minister's Comprehensive Health Insurance Scheme, if the ICR amount exceeds 95% of premium paid then the excess claims above 95% has to be paid by Tamil Nadu Health Systems Project.

2. In the Government Order second read above, among others, the Project Director, Tamil Nadu Health Systems Project was permitted to settle the amount of Rs.276,82,20,890/- to be refunded to United India Insurance Company on account of XH (2021) Closure with the balance amount refunded by UIIC and from the PMJAY amount received from NHA.

3. The Project Director, Tamil Nadu Health Systems Project in her letter read above has stated that, the tender Clause Point 13 in Guidelines under Chief Minister's Comprehensive Health Insurance Scheme 2017-2022 is stated as,

"If the claims disbursed is more than 110% of the premium (exclusive of administrative cost), 50% of the excess amount over and above 110% will be paid by Tamil Nadu Health Systems Society to the insurance company after verification"

4. It is submitted that, the United India Insurance Company has given a representation dated 12.10.2022 that United India Insurance Company administrative charges were not taken into account in Tamil Nadu Health Systems Project compensation clause due to which United India Insurance Company is deprived of its 10% admin expenses against the tender norms.

5. In this regard, The Project Director, Tamil Nadu Health Systems Project has furnished the particulars for paying the balance 5% administrative cost for the 10H period (2021) as follows:-

Description		Amount in Rs.
Premium Paid (A)		1064,38,74,414
5 % of premium for administrative cost (B)		53,21,93,721
Net Premium after deducting Administrative expenses as per tender for ICR Calculation (C = A-B)		1011,16,80,693
Total CMCHIS claims PAID	CMCHIS (regular)	919,13,97,216
	COVID Claims	3,66,01,37,673
	Incurred RT- PCR (65%)	137,49,14,905
	Total	1422,64,49,794
Less PMJAY Claims paid		126,34,96,874
Total claims paid under Chief Minister's Comprehensive Health Insurance Scheme less PMJAY CLAIMS (D)		1296,29,52,920
Less Recovery (E)		8,30,84,037
Net CMCHIS CLAIMS Paid (F)=D-E		1287,98,68,883
ICR % as per tender with administrative expenses (F/C)		127.38%
Pure Claims Ratio (F/A)		121%
Claims amount @ 95% ICR (H = C *95%)		960,60,96,659
Reimbursement to UIIC (Claims > 95%) (I = F- H)		327,37,72,224
Amount already settled to UIIC (J) as per G.O. Ms.No.395, Health and Family Welfare Department, dated		276,82,20,890
Remaining amount to be settled to UIIC as admin cost (K= I-J)		50,55,51,334

6. The Project Director, Tamil Nadu Health Systems Project has further stated that, the Core Committee Members have approved regarding the revised calculation including the balance 5% Administrative cost to United India Insurance Company and requested the Government to sanction an additional amount of Rs.50,55,51,334/- under the head of account "2210-80-800-JJ-31002" to be given to United India Insurance Company as admin cost.

7. After careful consideration of the proposal of the Project Director, Tamil Nadu Health System Project, the Government have decided to accept the same and sanction is accorded for an additional amount of Rs.50,55,51,334/- (Rupees fifty crore fifty five lakh fifty one thousand three hundred and thirty four only) to United India Insurance Company as Admin Cost.

8. The expenditure sanctioned in para 7 above shall be debited to the following head of account:-

2210 Medical and Public Health 80 General 800 other Expenditure – State's Expenditure JJ Chief Minister's Comprehensive Health Insurance Scheme 310 Contributions 02 Insurance Premium.

DPC ("2210-80-800-JJ-31002")

9. Necessary additional funds of Rs.50,55,51,334/- will be provided in Final Modified Appropriation 2022-2023. Pending provision of such funds, the Project Director, Tamil Nadu Health System Project is authorized to draw and disburse the amount sanctioned in para 7 above. However, this expenditure shall be brought to the notice of the legislature by Specific Inclusion to the Supplementary Estimates 2022-2023. The Project Director, Tamil Nadu Health System Project is also requested to include this expenditure while sending the budget proposals for Final Modified Appropriation 2022-2023 and also send draft explanatory notes for specific inclusion in the Supplementary Estimate 2022-2023 to Government in Finance (BG-I/Health-II) Department at an appropriate time without fail.

10. This order issues with the concurrence of the Finance Department vide its U.O.No.5995/Finance (Health-II)/2023, Dated:20.02.2023 and ASL No.2485 (Two Thousand four hundred and eighty five) (IFHRMS ASL No.2023022485)

(BY ORDER OF THE GOVERNOR)

**P.SENTHILKUMAR
PRINCIPAL SECRETARY TO GOVERNMENT**

To
 ✓ The Project Director, Tamil Nadu Health System Reform Program, Chennai-600 006.
 The Mission Director, State Health Society, Chennai – 600 006.
 The Managing Director, Tamil Nadu Medical Services Corporation Ltd, Egmore,
 Chennai – 600 008.
 The Director of Medical and Rural Health Services, Chennai – 600 006.
 The Accountant General (A&E), Chennai – 600 018.
 The Pay and Accounts Officer (South), Chennai – 600 035.
 The Commissioner of Treasuries and Accounts, Nandhanam, Chennai – 600 035.

Copy to:

The Special Personal Assistant to Hon'ble Chief Minister, Chennai – 600 009.
 The Special Personal Assistant to Hon'ble Minister (Health & Family Welfare),
 Chennai – 600 009.
 The Special Personal Assistant to Hon'ble Minister (Finance & Human Resources
 Management), Chennai – 600 009.
 The Finance (Health-II/BG-I/II/W&M-I) Department, Chennai – 600 009.
 The Health and Family Welfare (Data Cell) Department, Chennai – 600 009.
 Stock file / Spare copy.

//FORWARDED BY ORDER//

Signature
 21.02.2023
SECTION OFFICER
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21/2/23