



## **ABSTRACT**

Tamil Nadu Innovation Initiatives (TANII) for 2016-17 – Schemes approved by State Planning Commission – Implementation of ICT Solutions for Tamil Nadu Small Industries Development Corporation Limited – Sanction - Orders - Issued.

### **MICRO, SMALL AND MEDIUM ENTERPRISES [C] DEPARTMENT**

**G.O.(Ms) No.16**

**Dated:17.03.2017**

துன்முகி வருடம், பங்குனி 4  
திருவள்ளூர் ஆண்டு 2048

**Read :**

1. From the CMD, SIDCO Lr. Rc. No. 9358/S-1/15, dated 14.06.16.
2. From the Member Secretary, State Planning Commission letter No. 1960/SPC/2016-2, dated 20.12.2016.
3. Details of demand for grants for further expenditure and detailed supplementary estimates for the year 2016-17.
4. U.O Note No.7728/B/2015-17, dated 23.02.2017.

### **ORDER:**

The Tamilnadu Small Industries Development Corporation Limited was established in 1970 by the Government of Tamilnadu to aid, counsel, provide, assist, finance, protect, develop, promote and improve the interests of small or any other kind of industry in the State. Since its establishment, its role has been largely on the development of industrial estates and raw material supply assistance. The dynamic business environment required by Micro, Small and Medium Enterprises needs TANSIDCO to service all factors of production, productivity, competitiveness and sustainability along with promotion, development and management of industrial estates.

2. The Chairman and Managing Director , Tamil Nadu Small Industries Development Corporation Limited in his letter first read above, among the other has forwarded a proposal for the implementation of the ICT solution for SIDCO for the ease of doing business, wherein it has been reported that SIDCO has enlarged since in its inception in 1970 and currently it manages about 105 Industrial Estates having about 12000 industrial units allocated and continuously striving to promote MSMEs in the State in keeping aligning with SIDCO's mandate and VISION 2023. In order to enhance ease of doing business, faster delivery of services, improve satisfaction of clientele through efficient, prompt and transparent services, improve investment climate in the State in respect of MSME sector by extending technology with all required information with industrial units / entrepreneurs and also to enhance organization capacity, to be more productive, lean, agile, TANSIDCO proposes to implement an Integrated ICT Solution to benefit MSMEs.

### **The envisioned benefits are:**

1. Enhancement of ease of doing business for MSMEs in the State
2. Broad basing and geographical dispersal of industrial units
3. Transparent and prompt services to entrepreneurs

4. High degree of compliances by allottees
5. Improved business efficiency of SIDCO
6. Improved climate for investment promotion. Facilitation for export promotion.
7. Taking services at the doorstep of prospective entrepreneurs.
8. Global reach facilitating attraction of global investors.
9. Enhanced morale of employees
10. Improved sustainability
11. Overall improvement of working environment with international standards and minimizing of wasteful activities
12. Attaining objectives with utilization of optimum resources etc.

3. Therefore it has been decided to implement a Scheme of ICT solution for SIDCO – ease of doing business at a total cost of Rs. 44.00 lakhs under TANII fund for the year 2016-17.

4. The Chairman and Managing Director, SIDCO has requested to sanction a sum of Rs. 44.00 lakhs under TANII fund to meet the expenditure for the implementation of ICT solution of SIDCO - Ease of doing business.

5. The Member Secretary, State Planning Commission in letter second read above has reported that, in keeping pace with e-Governance initiatives, TANSIDCO intends to implement IT system for end to end automation for complete life cycle of business process for efficient and transparent working, enhancement of ease of doing business and improve investment climate for MSMEs. The proposed system shall also ensure online delivery of services to industry and all other stakeholders. The total project cost is Rs.176.00 lakhs. The State Planning Commission is of the view that the cost involved in the proposal is like regular office expenditure. Tamil Nadu Small Industries Development Corporation Limited being a profit making company the cost has to be funded through its own resources. However, on insistence from Tamil Nadu Small Industries Development Corporation Limited and considering the vision of TANSIDCO that it aims to provide a comprehensive framework to enable a facilitating, investor friendly environment for ensuring rapid and sustainable industrial development in Tamil Nadu, the State Planning Commission agreed to recommend the proposal on 75:25 basis i.e. 75% cost has to be from Tamil Nadu Small Industries Development Corporation Limited's own fund and 25% cost be from TANII as share capital assistance to Tamil Nadu Small Industries Development Corporation Limited, and recommended the above said scheme for sanction of Rs. 44 lakhs.

6. Based on the above approval, the Government accord sanction for a sum of Rs. 44.00 lakhs only for the implementation of ICT Solution of SIDCO – ease of doing business under the TANII fund for the year 2016-17 as detailed at Para 5 above.

7. The Expenditure sanctioned in Para 6 above shall be debited to the following Head of Account:-

**“4851-00 Capital outlay on Village and Small Industries 102-  
Small Scale Industries – Scheme in the Twelfth Five Year plan  
- II State Plan – LH - Information and Communication  
Technology Solution for SIDCO – Scheme under State  
Innovation Fund – 22 Investments.  
(DPC-4851-00-102-LH-2206)”.**

8. The above expenditure shall be adjusted by deducting under the following head of account:-

**4851-00. CAPITAL OUTLAY ON VILLAGE AND SMALL INDUSTRIES 902. Deduct – Amount met from State Innovation Fund - JA – Deduct – Amount met from State Innovation Fund – 30. Inter Account Transfers.**

**(D.P.C 4851-00-902-JA-30 09)**

by contra debiting from

**J. Reserve Fund - (b) Reserve Funds not bearing Interest – 8229-00 - Development and Welfare Funds – 200 – Other Development - BE. State Innovation Fund. (DPC No.8229-00-200-BE-0006) (outgo)**

9. The Additional Chief Secretary / Industries Commissioner and Director of Industries and Commerce is authorized to draw and disburse the amount sanctioned in Para 6 above to the Chairman and Managing Director, Tamil Nadu Small Industries Development Corporation Limited by means of cheque.

10. The Chairman and Managing Director, Tamil Nadu Small Industries Development Corporation Limited is directed to incur the expenditure only for the purpose for which it is sanctioned and send the utilisation certificate through the Additional Chief Secretary / Industries Commissioner and Director of Industries and Commerce, after incurring the expenditure.

11. This order issues with the concurrence of Finance Department vide its U.O No.10940/Ind/17, Dated 07.03.2017.

**(BY ORDER OF THE GOVERNOR)**

**MANGAT RAM SHARMA  
PRINCIPAL SECRETARY TO GOVERNMENT**

To

The Additional Chief Secretary / Industries  
Commissioner and Director of Industries and Commerce,  
SIDCO Corporate Office Building,  
Chennai-32

The Managing Director,  
Tamilnadu Small Industries Development Corporation Limited,  
Guindy, Chennai-32

The Accountant General,  
Chennai-18/35

The Pay and Accounts Officer, Chennai-8

Copy to

The Finance (Ind/BGII), Chennai - 9

The Planning Development and Special Initiatives (SP1) Department,  
Chennai - 9.


Micro, Small and Medium Enterprises(OP/B), Chennai -9

Personal Assistant to Principal Secretary to Government,

Micro, Small and Medium Enterprises Department, Chennai -9

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**//FORWARDED BY ORDER//**

  
**SECTION OFFICER**