

Crop Insurance

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CROP INSURANCE

PRADHAN MANTRI FASAL BIMA YOJANA(PMFBY)

- ★ GOI announced the crop insurance Scheme namely “Pradhan mantri Fasal Bima Yojana (PMFBY) is being implemented since Kharif 2016 onwards in the country. It incorporates the best features of all previous schemes and at the same time, all previous shortcomings/weaknesses have been removed.
- ★ There will be a uniform premium of only 2% to be paid by farmers for all Kharif crops and 1.5% for all Rabi crops (Food & Oilseeds crops). In case of annual commercial and horticultural crops, the premium to be paid by farmers will be only 5%. The premium rates to be paid by farmers are very low and balance premium will be paid as subsidy by the Central and State Governments on equal proportion (50:50).
- ★ The provision of flat premium contribution by farmer will lessen the financial burden to the farmers, bring uniformity in all the Districts but increases the subsidy liability of the State Government.

Main features:

- ★ New policy on Crop Insurance “Pradhan Mantri Fasal Bima Yojana” is being implemented since Kharif 2016 season – replacing National Agricultural Insurance Scheme (NAIS) / Modified National Agricultural Insurance Scheme (MNAIS)
- ★ More farmer friendly - Minimal contribution in premium by farmer.
- ★ Village Insurance Unit for major crop in each District.
- ★ Farmer’s premium Contribution in Kharif 2% and in Rabi 1.5% for Food Crops and Oilseed Crops. Annual Commercial & Horticulture crops – farmer premium share will be maximum of - 5%.
- ★ The State & Central Governments take more financial burden of balance premium as subsidy.
- ★ Cover for inundation apart from Hail storm and Post harvest crop damage.
- ★ Use of technology for assessment of Area / Yield for quicker settlement of claims.
- ★ On account settlement in case of mid season adversity.

Action plan to cover 50% of the area under crop insurance within three years.

District wise Crops proposed under PradhanMantriFasalBimaYojana (PMFBY) for Kharif 2017 season.

No.	District	Crops
1.	Srikakulam	Rice(village made as insurance unit), Bajra, Groundnut(UI), sugarcane(P), sugarcane(R)
2.	Vizianagaram	Rice(village made as insurance unit), Bajra, Maize, Groundnut(UI), Sugarcane(P), Sugarcane(R), Cotton (UI)
3.	Vishakhapatnam	Rice(village made as insurance unit), Bajra, Maize, Redgram, Groundnut(UI), Sugarcane(P), Sugarcane(R)
4.	East Godavari	Rice(village made as insurance unit), Bajra, Cotton (UI), Sugarcane(P), Sugarcane®
5.	West Godavari	Rice(village made as insurance unit), Sugarcane(P), Sugarcane ®
6.	Krishna	Rice(village made as insurance unit), Maize, Greengram, Redgram, Chilly (I), Cotton (UI), Groundnut (UI), Sugarcane (P), Sugarcane (R)
7.	Guntur	Rice(village made as insurance unit), Blackgram, Castor, Redgram, Sugarcane (P), Sugarcane (R), Turmeric
8.	Prakasam	Rice(village made as insurance unit), Bajra, Maize, Redgram, Castor, Chilly(I), Chilly(UI),
9.	Nellore	Rice(village made as insurance unit), Bajra, Groundnut(I), Sugarcane(P), Sugarcane(R)
10.	Y.S.R(Kadapa)	Rice(village made as insurance unit), Jowar, Bajra, Redgram, Cotton(I), Cotton(UI), Sunflower, Turmeric, Sugarcane(P), Sugarcane(R)
11.	Kurnool	Rice(village made as insurance unit), Jowar, Bajra, Redgram, Sunflower, Chilly(I), Chilly (UI), Cotton (I) Cotton(UI), castor, Sugarcane(P), Sugarcane(R), Korra
12.	Ananthapur	Rice(village made as insurance unit), Jowar, Bajra, Maize, Redgram, Sunflower, Chilly(I), Cotton(UI)
13.	Chittoor	Rice(village made as insurance unit), Jowar, Bajra, Redgram, Sugarcane(P), Sugarcane(R)

The State is divided into two Clusters for the implementation of PMFBY.

CLUSTER - I	CLUSTER - II
Srikakulam	Vizianagaram
Eastgodavari	Visakhapatnam
Guntur	Westgodavari
Prakasam	Krishna
Nellore	YSR Cuddapa
Anantpur	Kurnool
Chittoor	

AIC is selected to implement PMFBY in Cluster-I and ICICI-Lombard is selected to implement PMFBY in Cluster-II.

Weather Based Crop Insurance Scheme (WBCIS):

Under new scheme, the farmer’s premium for WBCIS will be at par with the proposed PMFBY. Weather Based Crop Insurance Scheme aims to mitigate the hardship of the insured farmers due to the financial loss on account of anticipated crop loss resulting from incidence of **adverse deviations of weather parameters** like **Rainfall, Temperature, Relative humidity** etc.

SEASON WISE, DISTRICT WISE CROPS PROPOSED TO NOTIFY UNDER W.B.C.I.S.

Season	Crops	Districts
Kharif, 2016	Groundnut	Kurnool, Anantapur, Kadapa and Chittoor
	Cotton	Guntur and Prakasam.
	Redchilly	Guntur
	Oil Palm	West Godavari, West Godavari
	Sweet Lime	Kadapa, anantapur
	Tomato	Chittoor

Bajaj allianz Insurance Company is selected to implement WBCIS

UNIFIED PACKAGE INSURANCE SCHEME (UPIS)

- ★ UPIS will be implemented on pilot basis in the selected 45 Districts across the country.
- ★ The pilot will include seven section viz., Crop Insurance (PMFBY/WBCIS), Loss of Life, Accidental Death & disability, Student Safety, Household, Agriculture implements & Tractors.
- ★ Crop Insurance will be compulsory. However farmer can choose at least two section from remaining.
- ★ Government proposed “Ananthapur” District for implementation of pilot UPIS.
- ★ State Government is initiating all the Steps for implementing the new Crop Insurance Programmesie., P.M.F.B. Y., W.B.C.I.S. and U.P.I.S. in the State from Kharif 2016. Notification proposals are under process.

