

# DEPARTMENT OF CO-OPERATIVE

## ANNUAL PLAN 2010 - 2011

### INTRODUCTION

Co-operative movement aims at all round economic and social development of small and marginal farmers, artisans, handicraftsmen, women and members of weaker sections. It aims to enhance the income of the farmers and generates income activities for the benefit of the economically weaker sections of the community, for the up-liftment of the people of this State in general and the tribal community in particular. Co-operatives have to play a vital and significant role. Persons with limited resources participate into organized economic activities through Co-operative Societies for the benefits of all participants through mutual sharing of management. The aim of Co-operatives is self help through mutual help.

Agriculture is the life-line of the people living in this State. They are also engaged in small economic activities as well. In this context, the broad objective of the Co-operative is to handle this responsibility by providing short and medium term production credit through a network of Large Area Multi Purpose Societies (LAMPS) and Primary Agriculture Credit Societies (PACS) and the eight District Central Co-operative Bank.

### Achievements (2008-09)

	(In Unit)
• Managerial subsidy to LAMPS/ PACS	- 191
• Share capital to LAMPS/PACS/ VMSS	- 309
• Purchases of Jeep/ Furniture	- 30
• Share capital contribution on special type of Co-operative Societies of SC/ST/OBC & Women	- 22
• Share capital of VEGFED	- 1
• Subsidy to Special type of Co-operative Societies for the welfare of ST/SC & OBC	- 22
• Share capital of District Central Co-operative Bank	- 8
• Loan, Share Capital & Subsidy of ICDP Sponsored by NCDC	- 6
• Consultancy fee of DPR for the ICDP schemes & other scheme	- 3
• State Subsidy of ICDP Districts	- 6
• Subsidy for the Premium & other Exp. For National Agriculture Insurance Scheme	- 742089

• Subsidy for compensation for National Agriculture Insurance Scheme	-	21493
• Grant to Co-operative Training Center, Ranchi & Deoghar for imparting training.	-	2
• Information, Publicity, Seminar, Training Education to the members of Co-operative Societies	-	2
• Share capital for the JHASCOLAMPF	-	1
• Share capital of JHAMFCOFED	-	1

### **Objectives**

- Socio-economic development of the state through co-operatives
- Planning for co-operative development
- Evolution of appropriate policy for growth of co-operatives
- Upgrading skill through training, promoting good governances through study visits
- Infrastructure development
- Providing financial support

## **2. STATE SHARE TO CSS**

### **2.1 National agriculture Insurance scheme (50:50)**

#### **2.1.1 (Subsidy for premium and other exp. to Crop Insurance)**

This scheme is being implemented for the welfare of the farmers as per the direction of the government of India since Kharif- 2001. The implementing agency is Agriculture Insurance Company of India. All loanee and non-loanee farmers are the beneficiaries of this scheme. State government contributes its share as subsidy for premium, indemnity as well as other administrative charges. The expenditure in this scheme is shared by the State Government and Central Government in the ratio of 50:50. The amount of State share is Rs.75.00 lakh for Kharif 2009 and for Rabi 2009-10 the premium subsidy will be approximately Rs.15.00 lakh.

As per the decision of State Govt. the amount of premium paid by the farmers of all categories including small and marginal will be reimbursed by the State Govt., which will be approximately Rs.2556.00 lakh.

#### **2.1.2 Compensation for Crop. Insurance (50:50)**

As per the report submitted by Agriculture Insurance Company (A.I.C.), the compensation share of the State Govt. is estimated as Rs. 300.00 Crore.

## **2.2 Implementation of Vaidya Nathan Committee Report (68:28:4)**

The State Government has announced the acceptance of recommendations of Vaidya Nathan Committee for the revival of Short Term Co-operative Structure. In this scheme Govt. of India, State Govt. and The Co-operative Societies concerned will have to share the revival package in the ratio of 68:28:4. For the year 2009-10 the State share in financial package was Rs.500.00 lakh. This is considered sufficient for implementation of the package.

## **3. STATE PLAN SCHEMES**

### **Continuing Schemes**

### **3.1 Integrated Co-Operative Development Project (ICDP)**

The scheme aims at strengthening & developing PACS/LAMPS and other societies. The financial assistance is provided to the societies in the form of loan, share and subsidy under refinance scheme by NCDC.

During 2006-07 the project was sanctioned in the districts of Hazaribagh, Dumka & Deoghar and was completed.

During 2007-08 the projects of the district of Garhwa, Latehar & Giridih was sanctioned and is in progress. The project cost for these districts is Rs.1719.76 lakh, out of which total amount of Rs.1521.45 lakh has been sanctioned till 2009-10.

During 2008-09 ten districts have been selected namely Lohardaga, Dhanbad, Godda, Sahebganj, East Singhbhum, Koderma, Chatra, Palamu, Pakur & Jamtara under this scheme.

The execution of the project has started just recently after selection of G.M. & Development Officer. The project is in progress.

#### **3.1.1 Consultancy fee for preparation of ICDP projects & other schemes projects**

As per the decision two consultants namely National Productivity Council and D.N.S. Co-operative Management Institute, Patna has been appointed. The rate for preparation of DPR for each district was Rs. 2.5 lakh each.

16 DPR have been prepared for 16 districts. 75% of the claim amount Rs.10.522 lakh has been paid to N.P.C., Patna during 2009-10. The balance amount of consultancy is to be paid during the FY. 2010-11.

### **3.1.2 State Subsidy to ICDP**

ICDP programme is continuing in 13 districts for which an amount of Rs.95.23 crore is sanctioned from National Co-operative Development Corporation, New Delhi. To implement these programmes project implementation team is constituted. For implementation of ICDP project subsidy amount is proposed during FY. 2010-11.

### **3.1.3 Information, Publicity, Seminar for Projects & other Programmes:**

In order to make success of co-operative a wide publicity of different departmental programmes, policies and other activities needs to be synchronized with training of young men and women so that employment opportunities are created in the rural areas.

### **3.2 Managerial Subsidy to PACS/LAMPS**

There are 474 LAMPS AND 858 PACS in the State. There is a provision of one Paid Manager in each PACS and one Co-operative Extension Officer as member Secretary in each LAMPS. The salaries of these personnel are given as subsidy by the State Govt. and disbursed through District Cadre co-operative societies under M.D. D.C.C.Bs.

### **3.3 Infrastructure for Primary Co-operative Societies and Regional Offices**

#### **3.3.1 Subsidy to LAMPS/PACS/VMSS- Infrastructure for mini rice mill/Hauler**

To attract the paddy production and procurement, Govt. has declared price support scheme for paddy but farmers are not getting its benefit because F.C.I. is to take paddy after milling. Hence milling unit is proposed to be setup in 40 PACS/LAMPS of 500 Kg and 1000 Kg per hours capacity costing 9.00 lakh and 17.00 lakh per unit respectively. For these mini rice mills/Haulers 9% cost is given as subsidy by State Govt. and the rest 10% is borne by the PACS/LAMPS.

#### **3.3.2 Godown Constructions/ repair of LAMPS/PACS/VMSS**

In past 392 godowns have been constructed by the State Govt. for PACS/LAMPS. Some of them are old and need repair. For construction and repairing of godowns is proposed during the FY. year 2010-11.

### **3.3.3 Purchase of Vehicles and other equipments**

Vehicles and equipments are required for smooth functioning for the implementation of the department.

### **3.4 Grant to Co-operative Training Centers (CTC) at Ranchi and Deoghar**

There are two Co-operative Training Centers- at Ranchi and Deoghar which impart training to Junior Co-operative Officers, Office Bearers and Employees of different Co-operative Societies of the State.

### **3.5 Up gradation of Co-operative Training Centre, (CTC) Ranchi**

Jharkhand is a new State and the up-gradation of the existing Co-operative Training Centre, Ranchi as State unit is required. The development and upgrading of the existing infrastructures such as class rooms, hostel, library, auditorium etc. are essential.

### **3.6 Loan and Subsidy to NCDC Aided Self Supporting Co-operative Societies**

The poultry development programme has been developed as an enterprise in the State specially in the tribal area. Under this scheme loan and subsidy is given to Poultry Co-operative Societies through Mahila Co-operative Federation. A sum of Rs. 866.08 lakh was sanctioned by NCDC in the year 2008-09. A sum Rs. 373.98 lakh was sanctioned and released during the year 2008-09 and a sum of Rs. 200.00 lakh has been sanctioned during 2009-10. Hence a sum of Rs 200.00 lakh is proposed for the FY. year 2010-11. Components of the schemes are as follows: -

(a) Loan to ICDP Districts

(b) Share capital to ICDP Districts

(c) Subsidy to ICDP Districts

### **3.7 Share Capital Contribution of JHASCOLAMF, VEGFED, JHAMCOFED and State Co-operative Bank**

The Jharkhand State Co-operative Lac Marketing & Procurement Federation Ltd. (JHASCOLAMF) and The Jharkhand State Vegetable Co-operative Marketing Federation (VEGFED) are the apex Co-operative institutions of the State and they are doing the work of procurement, processing, value addition and marketing of lac and vegetables respectively. Jharkhand State Minor Forest Produce Co-operative Development and Marketing Federation Ltd. (JHAMCOFED) is also an apex Co-operative institution, undertakes procurement, processing, value

addition, marketing and development of minor forest produce. Each apex institution was given Rs.50.00 lakh totalling Rs.150.00 lakh as share capital during 2009-10. Share capital for JASCOLAMPF, VEGFED, State Co-operative Bank and JHAMCOFED is proposed for the FY. year 2010-11.

### **3.8 Construction of New Godowns**

At least one buffer godown is required in each district for storage of food and fertilizer during the FY. 2010-11.

### **3.9 Packing, Grading at ever Market point**

It is proposed to establish one P/G unit with cooling facility for preservation and value addition of fruit and vegetable produced in Jharkhand. Construction of 15 cold storage is proposed during the FY. 2010-11 under NCDC/NHM scheme.

### **3.10 Value addition of Minor Forest Produce (MFP)**

There is utmost need to set up rural production unit for the processing of MFP in order to increase value of the tribal produce. They require proper training for adopting this practice.

### **3.11 Establishment of Co-operative Academy**

To impart co-operative training and education one such institution is essential.

## **4. TRIBAL SUB PLAN**

A sum of **Rs. 2250.00** lakhs has been earmarked for Tribal Sub Plan out of total proposed outlay of **Rs. 4500.00** lakhs during Annual Plan 2010-11.

## **5. SPECIAL COMPONENT SUB PLAN**

A sum of **Rs. 874.00** lakhs has been earmarked for Special Component Sub Plan out of total proposed outlay of **Rs. 4500.00** lakhs during Annual Plan 2010-11.

## 6. OUTLAY PROPOSED FOR VARIOUS SCHEMES (Co-operative)

Sl. No.	Type of Scheme	Annual Plan 2010-11 (Rs. In Lakh)			
		Proposed Outlay	Flow to TSP	Flow to SCSP	Flow to OSP
<b>A.</b>	<b>State Share (CSS/CS)</b>				
	<b>National Agricultural Insurance Scheme (50 : 50)</b>				
1	Subsidy for premium and other exp. To crop Insurance Fund	2100.00	1050.00	420.00	630.00
2	Subsidy to crop Insurance Fund for compensation to the farmers for crop insurance	500.00	250.00	100.00	150.00
<b>B.</b>	<b>State Plan Schemes</b>				
	<b>Continuing Schemes</b>				
	<b>Integrated Co-operative Development Projects (ICDP)</b>				
1	Consultancy fee for preparation of ICDP Project and others schemes Project	25.00	15.00	3.00	7.00
2	State subsidy to ICDP	200.00	100.00	40.00	60.00
3	Information, Publicity, Seminar for project and other programmes	25.00	15.00	3.00	7.00
	<b>Managerial subsidy to PACS / LAMPS</b>				
4	Marginal Subsidy to PACS	100.00	0.00	10.00	90.00
5	Marginal Subsidy to LAMPS	100.00	90.00	10.00	0.00
	<b>Infrastructure for primary Co-operative Societies and Regional Offices</b>				
6	Subsidy to LAMPS/PACS & VMSS - infrastructure development for mini rice mill/hawler	100.00	50.00	20.00	30.00
7	Godown Construction/Repair of LAMPS/PACS/VMSS	70.00	35.00	14.00	21.00
8	Purchase of vehicles and other equipments	18.00	8.00	4.00	6.00
	<b>Grants to CTC</b>				

9	Grants to CTC, Ranchi	7.00	7.00	0.00	0.00
10	Grants to CTC, Deoghar	5.00	5.00	0.00	0.00
11	Subsidy for upgradation of CTC, Ranchi	100.00	50.00	20.00	30.00
	<b>NCDC Sponsored Schemes</b>				
12	Loan and Subsidy to NCDC aided self supporting Cooperative Societies	200.00	100.00	50.00	50.00
13	Loan to ICDP Districts	300.00	150.00	50.00	100.00
14	Share Capital to ICDP Districts	300.00	150.00	50.00	100.00
15	Subsidy to ICDP Districts	200.00	100.00	50.00	50.00
	<b>Share capital contribution of JASCOLAMPE, VEGFED, JHAMCOFED and State Co-operative Bank</b>				
16	Share capital contribution to JASCOLAMP	50.00	25.00	10.00	15.00
17	Share capital contribution to VEGFED	25.00	12.50	10.00	2.50
18	Share capital contribution to JHAMCOFED	25.00	12.50	10.00	2.50
19	Share capital to State Co-operative Bank	50.00	25.00	0.00	25.00
	<b>Grand Total</b>	<b>4500.00</b>	<b>2250.00</b>	<b>874.00</b>	<b>1376.00</b>

### SUMMARY (Co-operative )

Sl. No.	Type of Scheme	Annual Plan 2010-11 (Rs. In Lakh)			
		Proposed Outlay	Flow to TSP	Flow to SCSP	Flow to OSP
A.	Earmarked	--	--	--	--
B.	State Share (CSS/CS)	2600.00	1300.00	520.00	780.00
C.	State Plan Schemes				
	i. Continuing Schemes	1900.00	950.00	354.00	596.00
	ii. New Schemes	--	--	--	--
D.	EAP ( if any)	--	--	--	--
E.	Other	--	--	--	--
	<b>Grand Total</b>	<b>4500.00</b>	<b>2250.00</b>	<b>874.00</b>	<b>1376.00</b>