CO-OPERATION

There are 518 number of Co-operative Societies under the Cooperative Department. Out of which Cooperation sector covers 248 societies including Pondicherry State Cooperative Bank, Pondicherry Central Coop. Land Development Bank, 54 primary agricultural cooperative credit societies, 2 Marketing and Processing societies, Pondicherry Cooperative Sugar Mill, Pondicherry Cooperative Handloom and Handicraft Federation, Pondicherry State Cooperative Consumer Federation, Pondicherry Cooperative Whole sales Stores, 17 Consumer Cooperative Stores, 62 Miscellaneous and Industrial Cooperative Societies, Pondicherry State Cooperative Union and Strengthening of the Cooperative Department. Financial assistance are extended to the above said cooperatives to assist their members, to provide better services and to impart training to members and employees of cooperative institutions so as to improve their efficiency and to achieve effectiveness in their functioning.

ACHIEVEMENTS DURING 2009-10

- A sum of ₹ 164.98 lakhs was assisted in the form of Grant-in-aid, Share Capital to the Land Development Bank, 2 Marketing societies and 50 primary agricultural cooperative credit societies
- A sum of ₹ 379.99 lakhs was released to the Pondicherry State Cooperative Handlooms & Handicrafts Federation, The Pondicherry State Cooperative Consumer Federation, Pondicherry Coop. Wholesale Stores, 11 consumer stores, 2 Fair Price Staff Employees Cooperative Societies, 388 Fair Price Shops and 16 Industrial and Miscellaneous Cooperative Societies for its development.
- ➤ A sum of ₹ 600.00 lakhs was released to the Pondicherry Cooperative Sugar Mill in the form of Share Capital towards working capital assistance and for repayment of NCDC Loan instalments.
- A sum of ₹ 189.75 lakhs including ₹ 138.00 lakhs was released to the Pondicherry State Cooperative Union to meet its staff cost and other contingencies for running B.Ed. and D.Ted. courses, conduct of training course, presentation of Tableau and for setting up of ITI at Embalam.
- ➤ A sum of ₹ 27.43 lakhs was spent for strengthening of the department.

LIKELY ACHIEVEMENTS DURING 2010-11

- ➤ It is proposed to assist in the form of Grant-in-aid and Share Capital to the Land Development Bank, 2 Marketing Societies and 52 Primary agricultural cooperative societies.
- It is proposed to be assisted to the Pondicherry Cooperative Handloom & Handicraft Federation, The Pondicherry State Cooperative Consumer Federation, Pondicherry Cooperative Wholesale Stores, 10 Consumer Stores, 2 Fair Price Shop Employees Cooperative Society, 400 Fair Price Shops and 28 Miscellaneous and Industrial Cooperative societies.
- ➤ It is proposed to be assisted to Pondicherry Cooperative Sugar Mill in the form of share capital for repayment of NCDC Loan instalment and working capital requirements etc.,
- It is proposed to be assisted to the Pondicherry State Cooperative Union to meet its staff cost and other contingencies for running B.Ed. and D.TEd. courses, conduct of training course, presentation of Tableau and for setting up of ITI at Embalam.

PROPOSED TARGETS FOR 2011-12

- It has been proposed to assist the Pondicherry State Cooperative Bank, Land Development Bank, 2 Marketing societies and 54 primary agricultural cooperative credit societies and to provide the funds for National Agricultural Insurance Scheme.
- It has been proposed to be provided to assist the Pondicherry State Cooperative Handlooms & Handicrafts Federation, The Pondicherry State Cooperative Consumer Federation, Pondicherry Coop. Wholesale Stores, 10 consumer stores, 2 Fair Price Staff Employees Cooperative Societies, 400 Fair Price Shops, 2 Canteen Societies and 30 Industrial and Miscellaneous Cooperative Societies.
- It has been proposed to be provided to assist the Pondicherry Cooperative Sugar Mill in the form of Share Capital towards working capital assistance and for repayment of NCDC Loan instalments.
- It has been proposed to be provided to assist the Pondicherry State Cooperative Union to meet its staff cost and other contingencies for running B.Ed. and

D.TEd. courses, conduct of training course, presentation of Tableau and for setting up of ITI at Embalam.

PATTERN OF ASSISTANCE

The Pattern of assistance in relation to assistance to societies covered under the Cooperation Sector remains same as it is from 2008 -09 and the modification/addition in the pattern of assistance are as follows:-

CONSUMER CO-OPERATIVES:

<u>PATTERN</u> OF ASSISTANCE IN RESPECT OF MISCELLANEOUS SECTION / INDUSTRIAL CO-OPERATIVES

- 1. Furniture subsidy at a maximum of ₹1.00 lakh for Miscellaneous section societies and ₹2.00 lakhs per industrial type of society may be provided. Subsidy may be provided to enable giving rebate on sale of products @ 25% by Industrial / Miscellaneous Section Cooperatives throughout the year. (CHANGE IN PATTERN) during 2009 10
- 2. The Contributory Thrift Fund Scheme is intended for providing financial assistance at the old age of the artisan members of the weaker sector co-operative societies. The fund is constituted by means of artisans contribution at 12 paise per rupee of their wages and equivalent Government contribution at 12 paise per rupee. It will be ensured that the assistance is not given more than 12% for each artisans. The total accumulation is credited in the Pondicherry State Co-operative Bank in a separate account. (New Pattern) during 2011-12

SUBSIDY FOR FAIR PRICE SHOPS RUN BY COOPERATIVE INSTITUTIONS

To meet the cost of salary of Salesman, rent, electricity charges and stationery an amount of ₹50,000/- from General Fund and ₹40,000/- from SCSP component per annum per shop will be given to the Fair Price Shop Society concerned as Subsidy (CHANGE IN PATTERN) during 2010-11

CREDIT CO-OPERATIVES:

ASSISTANCE TO PONDICHERRY CO-OP. CENTRAL LAND DEVELOPMENT BANK LTD.

To provide 3% interest rebate to the small and marginal farmers for prompt repayment of loan issued by the Pondicherry State Co-op. Bank Ltd.,

PACCS/PACB/VCACS/FSCS/SCB and it is proposed to enhance the same from 3% to 5% to the small and marginal farmers and 7% to Scheduled Caste Farmers for prompt repayment of loan issued to them with effect from 01.04.2009 onwards. The amount shall be reimbursed in the subsequent years (CHANGE IN PATTERN) during 2009-10

100% subsidy for purchase of computer and accessories subject to a maximum of ₹3.00 lakhs per annum to all Credit Co-operatives (New Pattern) during 2009-10

Waiver of agricultural loan outstanding as on 31.03.2006 availed by the farmers from the PSCB/PCCLDB/PACB/FSCS/VCACS and reimbursement of waiver amount to the concerned Agricultural Co-operative Credit Institutions (CHANGE IN PATTERN) during 2009-10

ASSISTANCE TO MARKETING SOCIETIES:

Special Price Fluctuation Fund: Financial Assistance will be provided to the two Marketing Societies in the form of grant to the special price fluctuation fund at the rate of 5% of the value of outright purchases of agricultural produce made by these societies from the producers. The fund shall be utilized in order to meet out the following loss as sustained expenses incurred in connection with the purchase of agricultural commodities:- (CHANGE IN PATTERN) during 2009-10

- a) Loss due to reduction in quantity and quality not exceeding 3% of the outright purchase value of Agricultural produce / commodities; and
- b) expense incurred for storage, conversion of raw materials into finished goods and any other expenses other than the expenditure on establishment

With a view to modernize the existing rice mill of Pondicherry Central Co-operative Processing Supply and Marketing Society Ltd., it is proposed to provide assistance in the form of loan cum subsidy for construction of godown / sheds to the existing boilers, mechanical drier, Umiyad in the modern rice mill and for laying tar road around the godown in the premised of modern rice mills connecting the godown and the mills and to provide assistance to Karaikal Central Co-operative Processing Supply and Marketing Societies to modernize the existing rice mill and for construction of rice godown, road facilities, flooring drainage, shed construction of administrative block in the modern rice mill, etc. The Assistance will be in the form of 25% loan and 75% subsidy. The loan portion will be repayable in 10 years with a moratorium for the first 2 years (CHANGE IN PATTERN) during 2010-11

ASSISTANCE TO PACCS / FSCS / VCACS / PACB / SCB

To provide 3% interest rebate to the small and marginal farmers for prompt repayment of loan issued by the Pondicherry State Co-op. Bank Ltd., PACCS/PACB/VCACS/FSCS/SCB and it is proposed to enhance the same from 3% to 5% to the small and marginal farmers and 7% to Scheduled Caste Farmers for prompt repayment of loan issued to them with effect from 01.04.2009 onwards. The amount shall be reimbursed in the subsequent years (CHANGE IN PATTERN) during 2009-10

It is proposed to pay full interest subsidy to the farmers who have availed crop loans @ 7% per annum from the PSCB/PACB/PACCS/VCACS/FSCS from 01.04.2010 onwards and repay the entire crop loan promptly on or before due date. The amount shall be reimbursed to the concerned society / banks in the subsequent year (New Pattern) during 2010-11

It is proposed to pay the interest rebate @ 3% to the self help group service on prompt repayment of their loan dues to the PSCB/PACB/PACCS/VCACS/FSCS on or before due date. The amount shall be reimbursed to the concerned societies / banks in the subsequent year (New Pattern) during 2010-11

ASSISTANCE TO PONDICHERRY STATE CO-OP. BANK

To provide 3% interest rebate to the small and marginal farmers for prompt repayment of loan issued by the Pondicherry State Co-op. Bank Ltd., PACCS/PACB/VCACS/FSCS/SCB and it is proposed to enhance the same from 3% to 5% to the small and marginal farmers and 7% to Scheduled Caste Farmers for prompt repayment of loan issued to them with effect from 01.04.2009 onwards. The amount shall be reimbursed in the subsequent years (CHANGE IN PATTERN) during 2009-10

Subsidy towards interest subvention on agricultural loan issued by the PSCB / PACB/ VCACS/ FSCS/ PACCS to their members. The amount shall be reimbursed in the subsequent years (CHANGE IN PATTERN) during 2009-10

Waiver of agricultural loan outstanding as on 31.03.2006 availed by the farmers from the PSCB/PCCLDB/PACB/FSCS/VCACS and reimbursement of waiver amount to the concerned Agricultural Co-operative Credit Institutions (CHANGE IN PATTERN) during 2009-10

To pay full interest subsidy to the farmers who have availed crop loans @ 7% p.a. from the PSCB/PACB/ PACCS/VCACS/FSCS from 1.4.2010 onwards and repay the entire

crop loan promptly on or before due date. The amount will be reimbursed to the concerned society/Bank in the subsequent year(NEW PATTERN) during 2010-11

To pay interest rebate @ 3% to the Self Help Group Service on prompt repayment of their loan dues to the PSCB/PACB/ PACCS/VCACS/FSCS on or before due date. The amount will be reimbursed to the concerned society/Bank in the subsequent year(NEW PATTERN) during 2010-11

ASSISTANCE TO THE PONDICHERRY STATE COOPERATIVE UNION

Subsidy for setting up of laboratory, work shop and necessary tools & equipments etc., salary, honorarium, wages, furniture, computer, rent on buildings and other establishment cost and purchase of land, construction of building to conduct B.Ed., D.T.Ed., I.T.I., Arts & Science College ,Schools and other courses (CHANGE IN PATTERN) during 2009-10

OUTLAY AT A GLANCE

Sector: CO-OPERATION No. of Schemes: 4

Department: CO-OPERATIVE

(₹ in lakh)

Eleventh Five Year Plan 2007-12 Approved Outlay : 30286.66

Annual Plan 2007-09 Actual Expenditure : 2476.90

Annual Plan 2009-10 Actual Expenditure : 1360.15

Annual Plan 2010-11 Approved Outlay : 5400.00

Annual Plan 2010-11 Revised Outlay : 3921.00

Annual Plan 2011-12 Proposed Outlay : 5900.00

(₹ in lakh)

Sl. No.	Name of the Scheme	Eleventh Five Year Plan 2007-12	Annual Plan 2007-09	Annual Plan 2009-10	Annual Plan 2010-11		Annual Plan 2011-12
		Approved Outlay	Actual Expdr.	Actual Expdr.	Approved Outlay	Revised Outlay	Proposed Outlay
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)

1.	Investment	14028.80	1119.98	544.97	660.00	922.88	670.00
	assistance for the						
	development of						
	infrastructure						

facilities and business expansion

2 Investment 15669.66 1140.00 600.00 510.00 1010.00 1000.00

assistance to the PC Sugar mills for modernization / Business expansion New business activities and better performance

3 National 105.00 -- -- 50.00

Agricultural

Insurance Scheme

(₹ in lakh)

Sl. No.	Name of the Scheme	Eleventh Five Year Plan 2007-12	Annual Plan 2007-09	Annual Plan 2009-10	Annual Plan 2010-11		Annual Plan 2011-12
		Approved Outlay	Actual Expdr.	Actual Expdr.	Approved Outlay	Revised Outlay	Proposed Outlay
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
4	Scheme for Training & Capacity building developing human resources, Publicity & Propaganda and Monitoring and Evaluation.	483.20	216.92	215.18	230.00	288.12	180.00
	Negotiated Loan				4000.00	1700.00	4000.00
	TOTAL	30286.66	2476.90	1360.15	5400.00	3921.00	5900.00