

NO.20012/17/2005-CP&R
Government of India
Ministry of Tribal Affairs

Shastri Bhavan, New Delhi
Date : 19/4/2005

To
All State Secretaries / Incharge of
Tribal Development (As per the list)

Sub: Grant in aid to State Tribal Development Cooperative Corporation for Minor
Forest Produce (MFP) Operations - Proposals for 2005-06 - Regarding
#

Sir,

As you are aware this Ministry has been releasing funds under Grant in aid to State Tribal Development Cooperative Corporation Scheme (STDCCs) for MFP operations since 1992-93. This is a Central Sector Scheme with 100% grant in aid. Funds under this scheme are available to the State Tribal Development Cooperative Corporation / Forest Development Corporations (MFP TDF) for :

1. Increasing the quantum of MFP handled;
2. Strengthening the share capital base of the corporation for undertaking MFP operations thereby increasing the quantum of MFP presently handled;
3. Setting up of scientific warehousing facilities wherever necessary;
4. Establishing processing industries for value addition with the objective of ensuring maximum returns on the MFPs for the tribals;
5. Giving consumption loans to tribals; and
6. Supplementing research & development (R&D) efforts

2. The State Governments are required to forward the proposals alongwith recommendations for release of funds under the scheme. The following aspects have to be given due consideration for recommending any proposal for funding under the scheme:

- i) Existing potential of different MFP items within the States;
- ii) Present level of exploitation - MFP item-wise in the State
- iii) Price paid to tribals through the intervention of State TDCC and other-wise during the last 3 years for each of the MFP proposal for collections.
- iv) Infrastructure like processing facilities (in terms of value addition) existing available capacity and present level of utilization of the State, both in Public Cooperative and Private Sector.
- v) Possibility for future expansion in terms of new uses and value added items; and
- vi) Cost analysis in terms of different components like prices to tribals, overheads, royalty etc.

3. It has been experienced that the State Governments have been sending their proposals to the Ministry under this scheme at a very late stage during the financial year making it quite difficult to examine the proposals in the right perspective as well as releasing the money in time. Hence, you are requested to send the proposal alongwith your recommendations at the earliest so that the funds under the scheme can be released to State Governments in time.

4. While recommending the proposals the following points are required to be categorically

mentioned in the proposal;

- i) Authorized share capital of the Corporation (as on date)
- ii) The paid up share capital of the corporation (as on date)
- iii) The Central Government share (as on date)
- iv) The State Government Share (as on date)
- v) Utilization Certificate for grants already released alongwith beneficiaries covered / and details of tangible benefits (for on going proposals)
- vi) In case the grant was released for construction of godowns/ warehousing facilities / establishing processing industries for value addition etc, the place where these facilities has been constructed may be given. Whether the construction of godowns etc has been completed or at what stage of construction. If completed, whether the facilities are functional or not.
- vii) Items alongwith quantity stored in newly constructed godowns/ware houses may also be specified.
- viii) Annual turnover of the Corporation.

5. Perspective Planning alongwith beneficiaries to be covered areas to be covered, details of projects may also please be intimated for the current financial year 2005-06 (Proforma I enclosed).

6. Funds released under the scheme are basically meant for procurement for MFPs by the STDCCs. Even the funds released for strengthening of share capital of the Corporations are to be utilized for procurement operations. Hence, the contribution made by the Central Government is not equity participation. Funds thus released under the STDCCs scheme to the States are to be used as a revolving fund as accumulated by the States on year to year to be added to the revolving fund (used like a corpus). Hence, any proposal from the STDCCs for release of funds should increase procurement over and above the cumulative corpus fund available with the STDCCs. The turnover of the corporation will be a deciding factor for release of funds. Hence the annual turnover (for the last 3 years) of the Corporation may also please be furnished.

7. Unless the information as stipulated above are furnished alongwith the proposal, it will be very difficult to process the case and release the fund in time. Protracted communications only get the proposal delayed and it is our endeavour to process the case expeditiously so that the proposed projects of the State Governments may start from the current financial year itself.

8. Keeping in view that the Standing Committee on Labour & Welfare seeks information on the performance of the Corporation, the information may kindly be furnished as per Proforma.II.

9. It is, therefore, requested that the proposals complete in all respects may kindly be sent to this Ministry immediately.

Yours faithfully,

(Tarun Coomar)

Director

Copy to : MDs of concerned State TDCCs/MDF TDFs/FDCs

PROFORMA - I

PROPOSAL FOR THE YEAR 2005-06:

- 1 Name of the Corporation :
- 2 Registered under Which Act :
- 3 Complete postal address of the Corporation alongwith PIN Code, Telephone No., FAX No :
- 4 Authorized share capital of the Corporation :
- 5 Paid up share capital of the Corporation :
- 6 Central Government Share :
- 7 State Government Share :
- 8 Amount of grant released year-wise & utilization certificates submitted with list of beneficiaries covered and details of tangible benefits (for ongoing proposal) :
- 9 Details of processing unit constructed with place, capacity and expenditure involved in each processing unit. Indicating capacity, amount sanctioned & amount spent :
- 10 Details of construction of godown/warehouses with places, capacity and expenditure involved in each case, along with sanctioned amount :
- 11 Performance of the Corporation for the year 3 years
(2002-03 2003-04 2004-05)
 - (a) Remunerative price/wages paid (item-wise) :
 - (b) ST beneficiaries covered :
 - © Any other specific information w.r.t grant received during 2004-05 :
- 12 Details of the proposal for 2005-06
 - (a) Amount required for share capital investment (indicate the purpose) :
 - (b) Amount required for procurement of MFP operation with items and places to be covered along with beneficiaries :
 - (c) Amount required for processing units with details (place, capacity and items to be processed) :
 - (d) Amount required for construction of godowns / warehouses (with details of places, capacity and items to be stored) :
- 13 Total amount required :

- 14 The amount of profit / losses incurred during the last 2 financial years by the Corporation (the profit & loss account of the Corpn. for the last 2 years be attached) (Profit / Losses should be clearly indicated) :
- 15 The annual report of the Corporation for the last 2 years be attached :
- 16 Annual turnover of the Corporation (for the last 3 years) :
- 17 Total amount of grants received from Central Govt for (i) procurement of MFPs and (ii) for strengthening the share capital of the Corporation :

Signature of MD of Corpn.
With date

PROFORMA - II

DETAILS OF THE PERFRMANCE OF State Tribal Development Cooperative Corporation since 1992

TABLE - I

FINANCIAL

Name of the Corporation

State

(Rs. In lakhs)

Year	Total financial sanction received from Govt of India	Amount received by the State Govt to State TDCC (Indicate the Dak)	Amount utilized	Shortfall if any	Remarks
1992-93 onwards					

TABLE - II

Year	Items of MFPs / SAPs procure	Procurement rate of each commodity	Quantum of MFPs handled (Item-wise)	Value in Rs. (Item-wise)	No.of tribal benefited
1992-93 Onwards					

TABLE - III

Linkage of TDCCs with other cooperatives

Year	Total volume of MFPs / SAPs procurement (with quantity in Rs.)	Total volume of MFPs procured by TDCCs		Remarks
		TRIFED	Other Agencies	

TABLE - IV

Details of sanctioned post	Details of staff in position	Annual Expenditure on staff	Remarks if any
1992 onwards			

TABLE - V

Other (Specify)

TABLE - VI

Details of component of Business

i) Price of Tribals

Year	Items of MFPS/ SAPs	Procurement price from tribals	Disposal price (Sales price)	Remarks
1992 onwards				

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TABLE - VII

ii) Royalty to Government

Year	Items of MFPs	Royalty to Government	Remarks
1992 onwards			

TABLE - VIII

iii) Price Support

Year	Total procurement made (both Physical and Financial)	Total disposal made (Value of Rupees) (both Physical and Financial)	Loss / Profit	Remarks (Note on price support)
1992 onwards				

TABLE - IX

i) Godown

Year	Items of MFPs/ SAPs with quantum available	Whether preservation facilities is available	Details of staff	Remarks
1992 Onwards				

Signature of MD of Corpn.
With date