

Office of the
Integrated Tribal Development Agency, (ITDA) for Plain Areas
Telangana State, Hyderabad.

U.O.Note .No.117/ITDA(PA)/2020,

Dated:12 .02.2021.

Sub:- ITDA (Plain Areas) – Implementation of Farmer Producer Organization Scheme –
Inspection Report called for – Formation of committee - Reg.

Ref:- 1. Lr.No. TRICOR/B3/488/2018 Dt. 12.01.2021 of CTW & MD TRICOR.

It was requested to inspect the Godown construction and purchase of Agriculture implements of the following (2) FPOs as per the guidelines issued by the Govt vide ref cited..


| Sl.No | Name of the FPO | Address |
|-------|--------------------|---|
| 1 | Davvur FPC Ltd | Davvuru, Manoor, (v) (M), Sangareddy |
| 2 | Nagalgidda FPC Ltd | Sakrunaikthanda, Mavinelli (v) Nagalgidda (M), Sangareddy |

Hence, it is decided to constitute a committee with the composition to inspect and submit report as per the guidelines issued by Govt.

1. APO (GI) ITDA for Plain Areas Hyderabad
2. APO (Infra)/EE (TW) ITDA for Plain Areas Hyderabad
3. DTDO Sangareddy

The above committee will visit the above said (2) FPOs on 17.02.2021 and submit the report as per the guidelines issued by Govt with in (2) days. Necessary copies are enclosed herewith.

Sd/-
(Dr. E. Naveen Nicolas)
Project Officer,
ITDA for Plain Areas,
TS - Hyderabad.


(H.DAVID RAJ)
APO (GI) P/A HYDERABAD

To

The Committee Members.
The DGM TRICOR for information.

GOVERNMENT OF TELANGANA
TRIBAL WELFARE (LTR) DEPARTMENT

Memo.No.188/TW.LTR./2019-2

Dated 12-03-2019

Sub: TWD - LTR - Telangana Scheduled Tribes Co operative Finance Corporation Ltd(TRICOR) - Implementation of Farmer Producer Organization scheme - Creating physical Infrastructure in tribal areas through FPOs in convergence with NABARD & SERP - **approved the guidelines -Communicated-** Regarding

- Ref: 1. From the CTW, TS, Hyd., Lr.No.TRICOR/B1/488/2018
Dt: 08-02-2019 and 28.02.2019
2. Govt. Memo.No.188/TW.LTR./2019-1, dated 22.02.2019
3. Approved the FPO guidelines on 12.03.2019

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The attention of the Commissioner of Tribal Welfare, Telangana State, Hyderabad is invited to the reference 1st cited and a copy of the approved the guidelines for Implementation of Farmer Producer Organization scheme in the reference 3rd cited is communicated herewith and she is requested to take necessary action in the matter accordingly.

BENHUR MAHESH DUTT EKKA
SECRETARY TO GOVERNMENT

To

✓ The Commissioner of Tribal Welfare, Telangana State, Hyderabad (w.e)

Copy to:

The P.S. to Hon'ble Minister (Welfare)

The P.S. to Secretary to Government, Tribal Welfare

SC/SF

//FORWARDED::BY ORDER//

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SECTION OFFICER

GUIDELINES FOR IMPLEMENTATION OF THE FARMER PRODUCER ORGANISATION
(FPO) SCHEME IN CONVERGENCE WITH SERP AND NABARD

The Tribal Welfare Department conceptualized a new scheme namely "Farmer Producer Organization (FPOs)" for collectivization of producers, especially small and marginal ST farmers, into producer organizations to address the challenges of agriculture and also improved access to investments, technology, inputs and markets. It is proposed to promote Tribal FPOs and provide necessary financial assistance in convergence with SERP and NABARD.

Mission

1. To promote economically viable, democratic, and self-governing Farmer Producer Organisations (FPOs);
2. To provide support for the promotion of such FPOs by providing required assistance and resources - policy action, inputs, technical knowledge, financial resources, and infrastructure - to strengthen these FPOs.
3. To remove hurdles in enabling Tribal farmers access the markets through their FPOs, both as buyers and sellers.
4. To create an enabling policy environment for investments in FPOs to leverage their collective production and marketing power.

Scope of Work

1. TRICOR in association with SERP and NABARD shall identify eligible Tribal FPOs for providing financial support for infrastructure development in Tribal areas.
2. Working capital requirement of the Tribal FPO shall be arranged by SERP/NABARD through Financial Institutions in addition to providing required capacity building.
3. The FPO shall execute the work and make use of the infrastructure created for the overall agricultural development of Tribal Farmers in the FPOs as a community asset.

Objective

The main objective of the scheme is to create physical infrastructure like storage godowns, marketing sheds, cold storages, value addition processing units and Custom Hiring Centers etc., in the tribal villages of the State with main focus in the ITDA districts through Farmer Producer Organizations in a cluster approach.

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Funding Pattern: The budget for each unit is proposed @ Rs.60.00 Lakhs

1. 60% of the unit cost as grant from TWD .. Rs.36.00 lakhs
2. 30% of the unit cost as Institutional Finance .. Rs.18.00 lakhs
3. 10% of the unit cost as FPO contribution .. Rs. 6.00 lakhs
4. 10% of the 60% of grant as Corpus fund - Rs.3.60 lakhs out of 36.00L
5. In respect of non-ITDA Districts, the unit cost of Rs.60.00 lakhs is not standard and the unit cost may be less in proportion to the ST population and budget allocations of the districts concerned.
6. TRICOR shall see that the SERP/NABARD shall immediately provide certain funds to the FPOs towards working capital to commence the activity under the Scheme.
7. In order to synergize the overall capacity of the FPS, the Financial Assistance being given by the NABARD/SERP towards working capital, equity support should be tapped. And also the subsidies made available by the Agri Department should be tapped to the extent possible for the CHCs.

Eligibility

The FPOs which are promoted by SERP and NABARD shall fulfill the following criteria to apply for the grant under this scheme.

1. The FPO shall be registered under Indian Companies Act, 1956 as amended in 2013.
2. The FPO should have done business for at least one year.
3. The FPO shall have the knowledge in procurement of agricultural commodities and supplying of inputs to its members.
4. The FPO should have at least conducted one General Body meeting as per the norms and shall maintain all books of records as per bye laws.
5. The FPO shall furnish copy of Audited Balance Sheet and profit and loss account for preceding one year of activity done.

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Screening Process

FPOs shall submit their applications/proposals along with Detailed Project Report and following documents through SERP/NABARD to the Commissioner of Tribal Welfare/Ex-Officio Managing Director, TRICOR for consideration.

- (i) Registration Certificate.
- (ii) Audited Profit and Loss Statement and Balance Sheet of preceding one year.
- (iii) Bank Consent letter.
- (iv) Share Capital Statement.
- (v) Acceptance from CEO & Board of Directors for the terms and conditions of TRICOR.
- (vi) Undertaking that the implements and machinery sanctioned under Custom Hiring Center will not be sold failing which the TRICOR has the right to hypothecate them.

A Scrutiny Committee shall be constituted with the following officers to examine and scrutinize the Detailed Project Reports submitted by the FPOs through the SERP/NABARD.

- | | |
|-----------------------------|--------------------|
| 1. CTW/Ex-Offi.MD TRICOR | .. Chairperson |
| 2. Additional Director (TW) | .. Member |
| 3. Chief Engineer (TW) | .. Member |
| 4. General Manager, TS GCC | .. Member |
| 5. NABARD Representative | .. Member |
| 6. SERP Representative | .. Member |
| 7. Dy.GM TRICOR | .. Member Convenor |

The Scrutiny Committee shall examine the proposals for extending the grant to the FPOs considering the following parameters:

1. Categorisation of the FPOs as:
 - C1 - 100% Tribal farmers
 - C2-90 to 99% Tribal farmers
 - C3-75 to 89% Tribal farmers
 - C4-50 to 74% Tribal farmers

.....4

2. Submission of relevant documents mentioned above.
3. Feasibility and viability of the project.

*The proposals falling under C 1 to C4 categories from ITDA Districts and C1 to C3 categories from non ITDA Districts may be considered for sanction of grant under the scheme.

After the scrutiny, the proposals will be submitted with complete details to the Government for approval and sanction by the State Level Committee comprising of the following officers:

| | |
|---|-----------------|
| 1 Secretary to Govt., Tribal Welfare Department | Chairperson |
| 2 Commissioner of Agriculture | Member |
| 3 Director of Marketing | Member |
| 4 Chief Executive Officer, SERP | Member |
| 5 CGM, NABARD | Member |
| 6 CTW/Ex-Offi.MD TRICOR | Member Convenor |

The decision of the State Level Committee shall be final in sanction of grant and to review the decisions wherever necessary including review of the working of the scheme and release of funds.

Sanction of Grant and Release of Funds

On approval by the State Level Committee, the Commissioner of Tribal Welfare/EX - officio MD, TRICOR, shall issue the sanction orders to the FPO under intimation to the CEO, SERP/CGM, NABARD and the District Collector and PO, ITDA/DTDO concerned.

The CTW/Ex- Officio MD,TRICOR shall release the subsidy amount to the FPO account, (opened for this activity) through e-payment in which the 10% share from FPO is to be credited, under intimation to the FPO and the District Collector/PO,ITDA /DTDO and banker concerned for grounding the unit.

Implementation and Monitoring

The TRICOR shall enter into Tripartite Memorandum of Understanding (MoU) with NABARD/SERP and FPO for implementation of the scheme.

The POs of ITDA districts and DTDOs of non ITDA districts shall monitor the implementation of the scheme and ensure the following:

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1. The FPO shall submit the detailed estimates/quotations within 15 working days from the date of sanction orders issued by the MD, TRICOR. The payments shall be made exclusively against such estimates/invoices.
2. 1% of the total project cost shall be allocated for quality check.
3. The grounding of the scheme is to be started within one month from the date of subsidy released.
4. Monthly progress reports are to be submitted to CTW/MD, TRICOR.
5. The work shall be completed within six months of starting.
6. The Utilization Certificate for each activity shall be submitted within 15 days of work completion.
7. There should not be any diversion of funds.

Verification of Immovable infrastructure component of the project:

1. The TW Engineering Dept in the District concerned along with authorized representative of FPO will inspect the work at 3 major stages via at Basement, Roof and at completion level.
2. The progress and quality of the work will be documented with reference to approved DPR in terms of type of structure, area and capacities.
3. The EE (TW) of the concerned Division shall submit Work Completion Certificate to the CTW/Ex.Offi.MD TRICOR through the CE (TW).

Quality Control:

The quality of the work shall be evaluated by a Third party agency i.e., National Accreditation Board for Testing and Calibration Laboratories (NABL) accredited and authorized agency or nearest Polytechnic/ Engineering College.

Submission of the Utilization Certificate :

On completion of the proposed activities, the FPO shall submit the Utilization Certificate through PO ITDA/DTDO in Non ITDA Districts to the Commissioner of Tribal Welfare /Ex - Officio Managing Director, TRICOR along with the following documents:

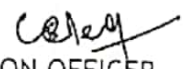
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- a. Photographs of the unit grounded.
- b. Overall work completion certificate of the components issued by EE (TW) for immovable assets, Asst. Director (Agrl.) for Agricultural implements under CHC and Deputy General Manager, GCC in respect of processing units.

BENHUR MAHESH DUTT EKKA
SECRETARY TO GOVERNMENT

To
The Commissioner & Ex.Offici MD TRICOR,
TS Hyderabad.

// FORWARDED :: BY ORDER //


SECTION OFFICER