Financial assistance from the National cooperative Development Corporation for development of fisheries
Adoption of the -

Government of Maharashtra,
Agriculture & Cooperation Department,
Resolution No. FDX 4275/18284/12-ADF
Manatralaya Annexe, Bombay-32 2 February, 1978.

Read : i) Letter No. NCDC 10-2/74-Fish dated the 3rd October, 1975, from the National Cooperative Development Corporation, New Delhi.

ii) Government letter, Agriculture and Cooperation Department No. FDX 4275/18284/12-ADF, dated the 8th November, 1975, addressed to the National Cooperative Development Corporation New Delhi.

iii) Letter No. NCDC 4-8/73-Fish, dated the 24th November, 1975, from the National Cooperative Development Corporation, New Delhi.

iv) Government letter, Agriculture and Cooperation Department No. FDX 4275/18284/12-ADF, dated 18th August, 1976, from addressed to the National Cooperative Development Council, New Delhi.

v) Letter No. NCDC-5-12-/76-Fish, dated the 8th November, 1976 from the National Cooperative Development Corporation, New Delhi.

vi) Letter No. NCDC 5-12/75-Fish, dated the 15th January, 1977, from the National Cooperative Development Corporation, New Delhi.

RESOLUTION :

In order to accelerate the development of fisheries cooperatives for the uplift of fishermen, who are often exploited by traders, the National Cooperative Development Corporation has been providing assistance to State Governments for financing fisheries cooperatives for various programmes since 1974-75. Such assistance hitherto has been on ad-hoc basis. In view of the large potential for development of cooperatives for fishermen the aforesaid corporation has formulated detailed patterns of financial assistance for various types of programmes as indicated in the Annexure-I typed as an accompaniment to this Government Resolution. The corporation has clarified that such assistance would be outside the ceiling of Central assistance for State Plan Schemes.

2. The question of adoption of the National Cooperative Development Corporation pattern of financial assistance for development of fisheries cooperatives in Maharashtra State was under consideration of Government for sometime past. After careful consideration of this question Government has come to the conclusion that adoption of the National Cooperative Development Corporation pattern of financial assistance for fisheries cooperative will be, on the whole, of the district advantage both to the State Government and the ultimate beneficiaries themselves.

3. Government is accordingly pleased to direct that :-

i) the National Cooperative Development Corporation pattern of assistance as indicated in the Annexure-I should be accepted and passed on direct to the fisheries cooperative societies. So far as assistance for purchase of mechanized boats is concerned, the Fisheries Societies should, inturn, pass on the assistance to the groups or individuals whose applications may be sponsored by them, after executing an agreement with those beneficiaries.

ii) the Recovery staff of the State Fisheries Department should be strengthened to ensure maintenance of loan accounts and timely recovery of the loan instalments from the fisheries corporative societies as also the ~~fishermen~~ groups sponsored by them for repayment to the National Cooperative Development Corporation. The Director of Fisheries should formulate proposals for additional staff required for this work and submit them to Government for consideration.

iii) Rate of interest on the loan to the beneficiaries should be increased by half percent than the rate charged by National Cooperative Development Corporation to the State Government to cover the cost on the additional staff to be appointed. The rate of interest as intimated by ~~the~~ National Cooperative Development Corporation for the current year is 12¼% with the concessional rate of 9½% in case of timely payment of principal and interest.

iv) the beneficiaries should be required to insure their assets created with the financial assistance from National Cooperative Development Corporation, i.e. the boats, processing plants etc. with the Government Insurance Fund.

v) the entire provision on account of loans and subsidy as per the National cooperative Development Corporation pattern including the Government subsidy should be provided by the District Planning and Development Councils within the plan ceiling that may be earmarked for respective districts.

vi) the existing pattern of financial assistance which envisages special redeemable share capital and small portion of loan from State Govt. and Cooperative Bank finance by way of loan to the extent of about 50% without Government guarantee so far as schemes for (a) mechanization of fishing crafts and improvement of fishing boats and (b) Preservation, Transport and Marketing of fish are concerned should also be continued.

4. The Director of Fisheries should give adequate publicity to the National Cooperative Development Corporation Schemes through his Regional and District Fisheries Development Officers and after due scrutiny forward the applications received to Government for onward transmission to the National Cooperative Development Corporation for their approval.

5. For implimentation of this scheme during the current financial year, Govt. is pleased to sanction a loan of Rs. 3,00,000 (Rupees three lakhs only) and subsidy to the extent of Rs. 2,00,000/- (Rupees two lakhs only).

The expenditure on account of loan assistance is debitable to the Budget Head "712-Loans for fisheries [illegible] anisation of fishing crafts - Schemes in the Five Year Plan ( ) Adoption of financial assistance from the National Cooperative Development Corporation for Development of fisheries" and should be met from the Contingency Fund advance sanctioned under Govt. Memorandum, Finance Department No.CNF 1177/172/BUD-12, dated 19th January, 1978. The expenditure on account of subsidy is debitable to the Budget Head "312-Fisheries (i) Mechanisation and Improvement of fishing Crafts-Schemes in the Five Year Plan ( ) Adoption of financial assistance from Nagional Cooperative Development Corporation for development of fisheries" and should be met from the Contingency Fund advance sanctioned under Govt. Memorandum, Finance Department, No.CNF 1177/171/BUD-12, dated 19th January, 1978.

The Director of Fisheries should submit to Government in time a token supplementary demand for the purpose of bringing this expenditure to the notice of the legislature and for the purpose of reimbursement of the Contingency Fund by re-appropreation.

6. This Government Resolution issues with the concurrence of the Finance Department, vide its un official reference No.1135/EXP-14, dated 9th November, 1977.

By order and in the name of
the Governor of Maharashtra

Sd/-
(D.A.MUNGRE),
Deputy Secretary to Government,
Agriculture and Cooperation Department.

(NATIONAL COOPERATIVE DEVELOPMENT CORPORATION)

PATTERN OF ASSISTANCE FOR FISHERIES COOPERATIVES

ANNEXURE - I

Sl. No.	Type of Assistance	Pattern of assistance: From NCDC to State Govt.	Pattern of assistance: From State Govt. to Coop. Society.	Mode of release of Assistance.
1	2	3	4	5
1.	Production & Marketing			
	i) Share Capital contribution to Coop. fisheries societies (including State/Regional/Central & Primary level societies) for marketing supply and distribution (including supply of and fingerlings, fertilisers, feed and other requisites) activities.	1. A 1. As loan repayable in 14 equal annual instalments. The quantum of assistance for each society will be determined on merits of each case. 2. The Assistance from the NCDC may, if need be, subject to the condition that the State Govt. provide (from its own resources) suitable subsidy to the society concerned towards the cost of managerial staff etc.	In the form of clear share capital contribution or as share capital refundable in Annual instalments but without any condition regarding minimum rate of dividend or interest.	The assistance will be released on approval of the proposal. Further assistance to the society will be provided only if it raises matching share capital from its members (other than State Govt.) to the extent of at least 5% of the earlier Govt. share capital contribution made under this scheme. The assistance would be provided to the State Govt. in the form of reimbursement finance, i.e. the Corporation would release its assistance only after the State Govt. have financed the beneficiary society concerned.
	ii) Assistance for purchase of surface transport vehicles (including refrigerated/insulated vans, etc.) by fisheries cooperatives	1. As loan repayable in 10 equal annual instalments to the extent of 50% of the cost of the vehicles(s), and 2. As subsidy to the extent of 25% the cost of the vehicle(s).	i) As loan repayable in 10 equal instalment to the extent of 50% of the cost and ii) As subsidy to the extent 50% of the cost.	The loan/subsidy will be released on approval of the proposal and after the society places firm orders with the suppliers and the availability of the vehicle (a) within a reasonable time is confirmed by the

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			Suppliers and after the State Govt. released 25% of the cost as its share of subsidy. The assistance would be provided to the State Govt. in the form of reimbursement finance i.e. the Corporation would release its assistance only after the State Govt. have financed the beneficiary society concerned. 25% of the Corporation's assistance as ways and means advance will be released on approval of the proposal and after the State Govt. released the amount to the society. The balance will be released with reference to the progress of expenditure on the project.
iii) Assistance for development of fish tanks, farms, etc.	As loan repayable in 14 equal annual instalments to the extent of 80% of the cost.	The State Govt. may provide 100% of the cost by way of share capital, loan and subsidy as may be decided.	

NOTE:- The assistance will be available only in case where the tanks and farms are owned by the Society or its members or the same is on long term at least for about 10 years. / lease

Processing & Supplies:-

Assistance for establishment of processing units (including ice plants, cold storages, fish curing yards, mechanical drying units, fish meal plants, oil extraction units, canning units), service/repair centres for mechanised boats and other equipments boat building yards, purchase of boats (both country craft and	i) as loan repayable in 14 equal annual instalments (with a moratorium on repayment of principal upto first 4 years) to the extent of 60% of the block cost of the Unit/Project, and ii) As subsidy to the extent of 20% of the cost of the unit/project.	i) As Govt. Share capital contribution to The extent of 35% of the cost of the Unit/project. ii) As loan repayable in 14 equal annual instalments (with a moratorium on repayment of principal for first 4 years) to the extent of 65%	25% of the loan/subsidy will be released by NCDC as ways and means advance after the society had acquired the land, placed orders for machinery and the State Govt. had released 20% of the cost, 15% in the form of share capital contribution and 5% as subsidy. Further releases will be regulated with reference to the progress of expenditure on the unit and while

doing so the ways and

mechanised) net and other fishery requisites/equipment for establishment of net making units, etc.	Note: (i) The quantum of subsidy from NCDC Will be determined in each case on merits, subject to a maximum of 20%; where the subsidy is less than 20% the loan portion will be correspondingly incresed. (ii) Where a higher level of subsidy is required to secure viability of the project where the State Govt.'s pattern envisages a higher element of subsidy, the addl. subsidy will be met by the State Govt. and correspondingly the loan portion will be reduced.	the block cost of the unit/project. iii) as Subsidy to the extent of not less than 20% of the cost of the unit/project.	doing so the ways and means advance will be adjusted proportionately against future release. The assistance would be provided to the State Govt. In form of reimbursement finance, i.e. the Corporation would release its assistance only after the State Govt. have financed the beneficiary society (s).
3. **STORAGE :-** Assistance for construction of godowns/sheds for storage of fish products, nets and other equipments, boats etc.	i) As loan repayable in 14 equal annual instalments (with a moratorium on repayment of principal upto the first 3 years) to the extent of 50% of cost of the godowns/sheds, and ii) as subsidy to the extent.	i) As loan repayable in 14 equal annual instalments (with a moratorium on repayment of principal upto the first 3 years) to the extent of 50% of the cost of the godowns/ sheds,	50% of loan/subsidy will be released on approval of the programme and after the society concerned had acquired the land for the godown and the remaining 50% of loan/ subsidy on release by the State Govt. the full share (50% of the cost) of subsidy to the

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1	2	3	4	5
		ent of 25% of the cost of the godowns/sheds.	and ii) as subsidy to the extent of not less than 50% of the cost of the godown	society and after the construction fo godown reches the plinth level. The assistance would be provided to the State Govt. in the form of reimbursement finance, i.e. the Corporation would release its assistance only after State Govt. have financed the beneficiary society(s)
4.	Subsidy for establishment of Technical and promotional cells in National/State Regional Cooperative Fisheries Federations	subsidy upto 90% of the cost for a period of 5 years for technical and other experts appointed in the Cell with prior approval of the Corporation.	i) Subsidy upto 90% of the cost for a period of 5 years for technical and other experts appointed in the Cell with prior approval of the Corporation. ii) The assistance is subject to a ceiling of Rs.1.00 lakh per annum and Rs.7.5 lakhs to each Federation for the entire period.	The subsidy will be released to the State Government on reimbursement basis, i.e. after the expenditure is incurred by the State Govt./Federation.

NOTES:- i) The cost of account of pay, dearness allowance, C.L.A. and HRA of the experts will only be subsidised. The costs relating to T.A., leave sallary provident fund contribution, bonus, etc. as well as the cost of the supporting staff should be met by the Federation from its own funds or from subsidies from State Govts. funds.

ii) The assistance is subject to a ceiling of Rs. 1.00 lakhs per annum and Rs. 7.5 lakhs to each State Federation for the entire period.

	3	4	5
	iii) The exact percentage of the cost to be subsidised (subject to the maximum of 90%) will be determined on merits of each case with reference to the financial position, etc. of the society.		
...or undertaking feasibility ...paration of project r... establishment f... ...sing units etc.	the entire cost will be provided by the NCDC in the form of subsidy to the State Govt., provided the prior approval of the NCDC is obtained before entrusting the work to the consultants,	The entire cost will be provided by the State Govt. to the society as subsidy.	The subsidy will be released after the expenditure is incurred by the State Govt. / society. / to the
...e towards cost of ...sted training of technical ...ial personal of fishery ...ives	...s subsidy to the extent of 100% cost of specialised training of technical/ managerial personnel of senior category who are borne on the the regular establishment of a Fisheries Cooperative Society/ Federation. Government staff, on deputationists to State level Federations/ are not covered under the scheme. NCDC's assistance is limited to Rs. 5,000/- per candidate per course and Rs. 15,000/- per society [illegible] a year. Note: The prior approval of the NCDC should be obtained before deput[illegible] the personnel	As in Col. (3)	The assistance would be provided to the State Government/ Societies in the form of reimbursement finance, i.e. the Corporation would release its assistance only after the expenditure has been incurred by the Society.