

CHAPTER - 10 COOPERATION

10.1 The co-operative movement in Rajasthan is playing a vital role in the social and economic development of the State, particularly in rural areas. Initially, this movement was confined to agricultural credit, later on, it rapidly spread to other fields like agro-processing, agro-marketing, milk production and distribution, rural industries, consumer stores, social services etc.

10.2 About 90% of the short term institutional credit to the farmers is being provided by cooperatives. About 70% of the district credit plan is fulfilled by cooperative banks. 30% of the total agricultural inputs in the state are being supplied by the cooperative marketing organizations. India leads the world in milk production. The contribution of the cooperative sector in milk production and distribution is about 95%.

10.3 At present there are 22 State Level Federations, 29 Central Cooperative Banks, 21 milk Unions, 34 Upbhokta Wholesale Bhandars, 36 Primary Land Development Banks (PLDB), 5,389 Primary Agricultural Credit Societies (PACS) and 223 Kraya - Vikraya Sahakari Samities (KVSS). Thus, more than 29,000 co-operative societies are registered in the State including above societies.

10.4 State Government is committed to promote agriculture cooperative societies, for promotion of cooperative movement by formation of new Gram Seva Sahkari Samities and LAMPS, renewal and strengthening of Gram Seva Sahkari Samities, empowerment of women through cooperatives, timely availability of seeds & fertilizers to farmers etc. as per the resolution accepted and also make short term, medium term and long term cooperative credit.

10.5 As against the provision of ₹ 100.00 crores for the 11th Five Year Plan, ₹ 2.63 crores were spent during 2007-08, ₹ 8.34 crores were spent during 2008-09, ₹ 262.67 crores were spent during 2009-10 and ₹ 55.00 crores are likely to be spent during 2010-11. An amount of ₹ 1173.54 lakhs is proposed for the year 2011-12. The important physical targets proposed for Eleventh Plan, likely achievements during 2010-11 and targets proposed for the Annual Plan 2011-12 are as under :-

(₹ in crores)				
S. NO.	Scheme	Proposed Target for Eleventh Plan	Anticipated Achievement 2010-11	Proposed Target for 2011-12
1	Short Term Loan Distribution	20800.00	6000.00	6000.00
2	Medium Term Loan Distribution	1275.00	448.00	450.00

S. NO.	Scheme	Proposed Target for Eleventh Plan	Anticipated Achievement 2010-11	Proposed Target for 2011-12
3	Long Term Loan Distribution	2020.00	280.00	300.00
4	Sale of fertilizers	2480.00	650.00	700.00
	Marketing of Agriculture Produce	6300.00	79.78	250.00
5	Distribution of Consumer goods	4750.00	956.00	1700.00

10.6 Scheme-wise details are as under:-

I. Direction and Administration

10.7 ₹ 25.00 lakhs are likely to be spent during 2010-11. ₹120.01 lakhs are proposed for the Annual Plan 2011-12 for publication and publicity, construction of cooperative complexes and assistance to GRAMSAT.

10.8 At present, there are 7 cooperative complexes in the state at zonal head quarters and one each at Jhalawar, Dausa and Baran are constructed. Cooperative Complex in Tonk district is under construction. Construction of cooperative complexes at Nagaur, Hanumangarh and Banswara districts are proposed in the year 2011-12. An amount of ₹ 90.00 lakhs are proposed for construction of cooperative complexes.

10.9 Publication and publicity is an integral part of the department. Department not only publishes various bulletins, magazines etc. but also play an important role in organizing cooperative fairs too. General public are made aware regarding cooperative schemes through audio video media. ₹ 30.00 lakhs are proposed for the year 2011-12.

10.10 GRAMSET scheme is being run by the Science and Technology Department of the State. This scheme provides the platform to the department to communicate its schemes, plans to the block level. It is a 2-way audio-video programme through Satellite. A hub has been established at IGPRS. ₹ 0.01 lakhs is proposed for the year 2011-12.

II. Credit Cooperatives

10.11 Integrated Cooperative Development Project - ₹ 358.19 lakhs are proposed for ICDP for the year 2011-12. ICDP project is operational in 16 districts during 2011-12. ₹ 242.00 lakhs are proposed for 11 districts where the programme is being implemented from 2010-11 and ₹ 116.19 lakhs are proposed for 3rd installment of 5 districts.

10.12 Interest subsidy for Credit Cooperative Institutions for loan to new members- State Government has provided 2% subsidy on interest who have not defaulted for repayment of their loan for 5 years. ₹ 27.52 crores are likely to be spent during the year 2010-11. ₹ 300.00 lakhs are proposed for the year 2011-12.

10.13 Assistance for restructuring of Primary Cooperative Credit Institutions - NABARD has constituted Vaidyanathan Committee to reorganize and increase viability of the short term state credit cooperative institutions, which include Central Cooperative Banks, and Primary Agriculture Cooperative Societies. On the recommendations of Vaidyanathan Committee, Government of India had announced a package to revamp the short-term cooperative credit structural reforms in PACS to curb net losses of CCBs and Apex Bank. ₹ 587.94 lakhs are likely to be spent during the year 2010-11 and an amount of ₹ 350.00 lakhs is proposed for the year 2011-12.

10.14 Share capital to coop. credit institutions (LTO fund) and State share for conversion of short term loan into medium term loans:- For these 2 schemes token provision have been kept in 2010-11 and 2011-12.

10.15 Interest subvention:- Interest subvention for disbursement of ST loan central and state government is required to contribute equally for disbursement of ST loaning so that the farmers can get ST loan @7%. Under this scheme ₹ 0.01 lakhs is proposed for the year 2011-12.

10.16 Computerization of 300 CCB rural branches:- ₹ 0.01 lakhs is proposed for the year 2011-12.

III. Cooperative Education and Training

10.17 Training to departmental employees - To increase the efficiency and to provide the information regarding new schemes and also to train the newly inducted employees, Rajasthan Institute of Cooperative Education and Management (RICEM) is working as a leading institution in the cooperative sector. Besides this, training is also provided in different training institutes as and when required. ₹ 25.00 lakhs are proposed for the year 2011-12 for this purpose.

IV. Miscellaneous Cooperatives

10.18 Assistance to Women Cooperatives- Under this scheme, ₹ 20000/- as share capital and ₹ 10, 000/- as managerial subsidy are provided to women cooperatives for their successful running. ₹ 10,000 Managerial Subsidy are given in three years @₹ 2500, 5000, and 2500 on tapering basis. This scheme has helped the women cooperatives to function in a successful manner, which has resulted in better economic conditions of women in the State. At present there are 2462 women cooperatives societies registered in the State. ₹13.30 lakhs are likely to be spent during 2010-11. ₹ 10.23 lakhs are proposed for the year 2011-12.

10.19 Training to Women SHGs - In order to encourage micro finance in the state, women SHGs are being trained regarding their functioning and bank linkages. They are also given training in various professions. Their officials are trained by the CCB employees and master trainers. ₹ 5.00

lakhs are likely to be spent during 2010-11. ₹ 10.00 lakhs are proposed for the year 2011-12.

10.20 Cooperative Rural Tourism (Rajgramya) - Primary societies like PACS/ LAMPS and KVSS have taken up rural cooperative tourism as additional function. They are being provided with share capital and assistance. Rajasthan State Cooperative Tourism Federation has been constituted. ₹ 0.01 lakhs are likely to be spent during 2010-11. ₹ 0.01 lakhs are proposed for the year 2011-12.

10.21 Investment in SPINFED:- Modernization and renovation of cooperative Spinning Mills, Sugar Mills etc is done according to project of National Cooperative Development Corporation(NCDC). During the year 2010-11, it has been decided to implement TUFF Scheme for all 3 units of SPINFED. ₹1743.00 lakhs are likely to be spent during 2010-11 for conversion of loan into share capital. ₹ 0.02 lakhs are proposed for the year 2011-12.

10.22 Special Assistance is given to women cooperative for opening of fair price shops and sale of fertilizers, seeds, pesticides etc, business (Ridhi Sidhi Yojana) and Special Assistance is given to LAMPS for opening of fair price shops and sale of fertilizers, seeds, pesticides etc, business (LAMPS Khushali Yojana):- A token provision has been kept in 2010-11 and 2011-12 for these schemes.

V. Agriculture Credit

10.27 This head covers Special Debentures, Ordinary Debentures and Share Capital to State Land Development Bank. Against the provision of ₹ 35.00 crores for the 11th Five Year Plan, ₹ 1074.48 lakhs were spent during the year 2008-09 and ₹ 316.25 lakhs were spent during the year 2009-10. ₹ 650.00 lakhs are likely to be spent during 2010-11. A sum of ₹ 650.00 lakhs are proposed to be spent for the year 2011-12 for Special Debentures.