

5. MAHALIR THITTAM

5.35

Formation of 10,000 Youth SHGs during 2006-07

Rural Development and Panchayat Raj (CGS – II) Department

G.O. (Ms) No. 124

Dated : 19.09.2006

Read:

From the Managing Director, Tamil Nadu Corporation for Development of Women, D.O. Letter No. 1912/ D1 / 2006, dated 18.08.2006

ORDER

The Hon'ble Minister (Rural Development & Local Administration) has announced in the Legislative Assembly that 10,000 Youth Self Help Groups will be formed during 2006-07 with an allotment of Rs.10.00 Crores. Accordingly, the Managing Director, Tamil Nadu Corporation for Development of Women has sent a proposal for the formation of 10,000 Youth Self Help Groups in 2006-07.

2. Women Self Help Groups were formed originally for social empowerment. Youth Self Help Groups will have economic empowerment as the primary focus, Therefore, the focus will be on skill training for increasing their employability and promotion of economic activities. In addition, Youth Self Help Groups will be trained in SHG concept, savings, etc like Women Self Help Groups.

The Salient features of Youth SHGs will be:

- Groups will be formed based on economic activities.
- Skill training will be imported to increase employability and to promote self-employment.
- Exposure visits will be arranged to expose youth to various opportunities available in today's society.

3. Group Formation

The Managing Director, Tamil Nadu Corporation for Development of Women has proposed to form 10,000 Youth Self Help Groups in 2006-07. The Self Help Groups will be formed with unemployed youth in the age group of 18 to 35 years. Each group will comprise 10 to 20 members drawn from the below poverty line population. These Self Help Groups will be formed in all the 30 districts in both urban and rural areas. The Non Governmental Organizations affiliated with Tamil Nadu Corporation for Development of Women will be engaged for forming these groups and Group formation cost of Rs. 350/- per group will be paid to Non Governmental Organizations.

4. Monitoring Cost

To closely monitor and handhold Youth Self Help Groups Non Governmental Organizations forming the Self Help Groups will be provided monitoring cost on the same pattern like women Self Help Groups.

For the first 300 SHGs	301 – 500 SHGs	501 – 1000 SHGs	1001 and above
Rs. 30/- per Group/ p.m	Rs. 25/- per Group/ p.m	Rs. 20/- per Group/ p.m	Rs. 15/- per Group/ p.m

The average rate of monitoring cost works out to Rs.27.50 per Group per month for eight months (for the period from August 2006 to March 2007).

5. Self Help Groups member training

This training will be imparted to all the members of the Youth Self Help Groups. The basic concepts about functioning of Self Help Groups will be taught during this training. Training will be in 4 modules in 4 days.

6. Animator and Representative Training

The Animator and any one Representative of each Self Help Groups will be imparted this training which focuses on leadership, team building and maintenance of accounts. It will be in 3modules spread over 6 days.

7. Skill Training

Providing marketable skills to unemployed youth is very essential to improve their employability. This program will lay stress on imparting skill training through established industries and reputed institutions. The objective will be to either get wage employment based on the skills acquired or encourage self – employment ventures. This skill training will be provided to unemployed youth who are members of SHGs as well as others. Operational guidelines regarding skill training will be issued by the Board of Tamil Nadu Corporation for Development of Women.

8. Provision of revolving Fund

6 months after formation, the Youth Self Help Groups will be graded and efforts will be taken to provide credit linkage. To facilitate credit linkages, Rs. 10000/- will be provided as grant towards revolving fund.

Break-up details of Expenditure:

S. No	Component	Unit Cost	Amount (Rs.)
1	Group Formation Cost	10,000 SHGs x Rs. 350	35,00,000
2	Monitoring Cost	10,000 SHGs x Rs.27.50 x 8 months	22,00,000
3	SHG Member Training Cost	Rs. 60 x 15 members (average) x 4 days x 10,000 SHGs	3,60,00,000
4	Animator and Representative Training	10,000 SHGs x 2 members x 6 days x Rs.60	72,00,000
5	Need based skill training		3,36,00,000
6	Revolving Fund	1,500 SHGs x Rs. 10,000/-	1,50,00,000
7	Printing of Registers	10,000 SHGs x Rs. 250	25,00,000
		Total	10,00,00,000

The Scheme cost works out to Rs. 10.00 Crores for the current financial year and has been provided in revised budget estimate 2006-07. Therefore he has requested to approve the proposal and release a sum of Rs. 10.00 crores (Rupees Ten Crores only) for the year 2006-07.

9. The Government after careful examination has accepted the proposal of Managing Director, Tamil Nadu Corporation for Development of Women and issue the following orders:-

1. 10,000 Youth Self Help Groups shall be formed in all the 30 districts in both urban and rural areas with unemployed youth in the age group of 18-35 years. Comprising of 10 to 20 members for each group from the below poverty line population by engaging the Non Governmental Organizations affiliated with Tamil Nadu Corporation for Development of Women.
2. Group formation cost of Rs. 350/- per group shall be paid to the Non Governmental Organizations.
3. The Non Governmental Organizations forming the Self Help Groups shall be provided monitoring cost on the same pattern like women Self Help Groups as detailed below:-

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For the first 300 SHGs	301 – 500 SHGs	501 – 1000 SHGs	1001 and above
Rs. 30/- per Group/ p.m	Rs. 25/- per Group/ p.m	Rs. 20/- per Group/ p.m	Rs. 15/- per Group/ p.m

4. All the members of the Youth Self Help Groups shall be imparted training on the basic concepts about functioning of Self Help Groups in 4 modules in 4 days.
5. The Animator and any one Representative of each Self Help Groups shall be imparted training focusing on leadership, team building and maintenance of accounts in 3 modules in 6 days.
6. The skill trainings shall be provided to unemployed youth, who are members of Self Help Groups through established industries and reputed institutions with the objective of getting wage employment or to encourage self-employment.
7. The operational guidelines on skill training shall be issued by the Tamil Nadu Corporation for Development of Women with the approval of the Board.
8. The Youth Self Help Groups shall be graded as per the procedure followed in respect of women Self Help Groups.
9. The Youth Self Help Groups shall be granted revolving fund of Rs.10,000/- to facilitate credit linkage.
10. The Government approves the following activities in relation to Youth Self Help Groups and expenditure during 2006-07.

Activities and Expenditure:

S. No	Component	Unit Cost	Amount (Rs.)
1	Group Formation Cost	10,000 SHGs x Rs. 350	35,00,000
2	Monitoring Cost	10,000 SHGs x Rs.27.50 x 8 months	22,00,000
3	SHG Member Training. Cost	Rs. 60 x 15 members (average) x 4 days x 10,000 SHGs	3,60,00,000
4	Animator and Representative Training	10,000 SHGs x 2 members x 6 days x Rs.60	72,00,000
5	Need based skill training		3,36,00,000
6	Revolving Fund	1,500 SHGs x Rs. 10,000/-	1,50,00,000
7	Printing of Registers	10,000 SHGs x Rs. 250	25,00,000
		Total	10,00,00,000

10. The Government after detailed examination accorded sanction for an amount of Rs.10.00 Crores (Rupees ten Crores only) for the formation of Youth Self Help Groups and other activities mentioned above and accordingly release a sum of Rs. 10.00 crores only (Rupees ten crores only) for formation of Self Help Groups for youth during 2006-07.

11. The expenditure sanctioned in Para 10 above shall be debited to the following heads of account.

"2235 Social Security and Welfare – 02 Social Welfare 200 other Programme - Schemes in the Tenth Five year plan – II State Plan JB Assistance to Self Help Groups for youth 09 Grants –in-Aid 03. Grants for Specific Schemes (DPC 2235-02-200-JB 0935) Rs. 8,00,00,000/-

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"2235-02-789 Special Component Plan for Scheduled Caste - Schemes in the Tenth Five Year plan – II, State Plan JG Assistance to Self Help Groups for Youth under Special Component Plan – 09 grants-in-aid 03 Grants for specific schemes" (DPC 2235 02 789 JG 0939) Rs. 2,00,00,000/-

- 12.** The Director of Rural Development and Panchayat Raj is authorized to draw the amount and it shall not be paid in cash but credited to the following head of account.
"K Deposits and Advances (B) Deposits not bearing interest- 8443-00- Civil Deposits -800 – Other Deposits – BP, Deposits of Government Companies, Corporations, etc-28 Deposits of Tamil Nadu Corporation for Development of Women Ltd (DPC 8443-00-800 – BP – 0001 (Receipts)" by means of a cheque in favour of P.D. account no 6184513080 of TNCDW Ltd.,
- 13.** The Managing Director, Tamil Nadu Corporation for Development of Women is directed to send the utilization certificates to the Accountant General and Government.
- 14.** This order issues with the concurrence of Finance Department vide its U.No.46/SS (KPR) 2006, Dated 18.09.2006.

(By order of the Governor)

K.ASHOK VARDHAN SHETTY
SECRETARY TO GOVERNMENT