

## 5. MAHALIR THITTAM

### 5.37 2006-07 - Formation of 25,000 SHGs – Sanction of Group Formation cost of Rs.87.50 lakhs

Rural Development and Panchayat Raj (CGS – II) Department

G.O.(Ms) No. 151

Dated : 19.10.2006

Read:

From the Managing Director, Tamil Nadu Corporation for Development of Women Limited D.O. Lr. No. 1911/ D1 / 2006, dated 18.08.2006

#### ORDER

Hon'ble Minister for Rural Development & Local Administration has announced on the floor of the Assembly that efforts will be made to increase the membership of women in Self Help Group movement. In the current year (2006 – 2007) 25000 new Self Help Groups will be formed. Focus will be given to enroll women from below poverty line families, from minority communities, SC / ST families and urban slums, Self Help Groups of the transgendered will also be formed in the current year.

2. The Managing Director, Tamil Nadu Corporation for Development of Women Limited in his letter read above has sent a proposal stating that for formation of a new Self Help Groups, formation cost of Rs. 350/- per Self Help Groups is paid to the Non Government Organization partner. However, in the year 2005-06, in view of the target to form 2 lakhs Self Help Groups, the group formation cost was reduced from Rs. 350 to Rs. 100 per group. This has resulted in decline in the quality of Self Help Groups formed and lack of enthusiasm among Non Government Organisations. The Government has announced that from the year 2006 – 2007, the group formation cost will be restored to Rs. 350 per group. Accordingly, the Managing Director, Tamil Nadu Corporation for Development of Women Limited has proposed to form 25000 Self Help Groups and for payment of Rs. 350/- per group as Group formation cost to the NGOs and requested the Government to sanction a sum of Rs. 87.50 lakhs (Rupees Eighty seven lakhs and fifty thousand only) (25000 x Rs. 350 = 87.50 lakhs).

3. The Government after careful examination of the proposal of the Managing Director, Tamil Nadu Corporation for Development of Women Limited accord sanction for formation of 25000 Self Help Groups during 2006 – 2007 with a focus on enrolling women from below poverty line families, from Minority communities, SC / ST families, urban slums and also Self Help Groups of the transgendered. The Government also accord sanction and release a sum of Rs. 87.50 lakhs only (Rupees Eighty Seven Lakhs and fifty thousand only) for the group formation cost for 25000 Groups at the rate of Rs. 350/- per group (one time payment) (i.e 25000 x Rs. 350 = Rs. 87.50 lakhs) for the year 2006 – 2007.

The expenditure sanctioned in Para 3 above shall be debited to the following head of account.

" 2235 Social Security and Welfare – 02 Social Welfare 103 – Women Welfare – Schemes in the Tenth Five year Plan – II State Plan, LO. Assistance for formation of Self – Help Groups 09. Grants –in-aid 03. Grants for specific schemes. (D.P.Code 2235-02 103 LO 0933) and the amount shall not paid in cash but credited to the following head of account"

" K Deposits (b) Deposits not bearing interest. 8443-00 civil Deposits 800 – Other Deposits – BP Deposits of Tamil Nadu Corporation for Development of Women Limited 8443-00 800 – BP – 0001 (R)" by means of Cheque in favour of PD Account No. 6184513080 of TNCDW Ltd, Chennai-32.

5. The Director of Rural Development and Panchayat Raj, Chennai is authorized to draw and disburse the amount sanctioned in Para 3 above to the Tamil Nadu Corporation for Development of Women Limited as indicated in Para 4 above.

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6. The Managing Director, Tamil Nadu Corporation for Development of Women Limited is requested to send utilization certificate to the Accountant General, Government and Director of Rural Development and Panchayat Raj for record.

7. This order issues with the concurrence of Finance Department vide its U.O.No. 62518/RD/2006, dated 11.10.2006.

(By order of the Governor)

**K.ASHOK VARDHAN SHETTY**  
SECRETARY TO GOVERNMENT