



ABSTRACT

State Schemes – Pudhu Vaazhvu Project – Implementation during 2015-16 – Release of funds of Rs.60,00,00,000/- for the year 2015-16 - Orders - Issued.

Rural Development and Panchayat Raj (CGS-3) Department

G.O.(Ms) No.95

Dated: 25.06.2015

Read:

Project Director, Pudhu Vaazhvu Project Letter Roc.
No.552/PVP/C1/2015, dated 11.05.2015.

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ORDER:-

The Project Director, Pudhu Vaazhvu Project in her letter read above has stated that the Pudhu Vaazhvu Project is one of the key development initiatives of the Government of Tamil Nadu to reduce poverty and empower the rural poor. The Project provides assistance for productive livelihood activities to poor and very poor people in the Village through the Community Driven Development (CDD) approach. The objectives of the Project are to empower the poorest of the poor, the marginalized and the differently abled and to promote sustainable livelihood for them. The Project develops Community Based Organisations (CBOs) and strengthens them, enhances the skills and capacities of the poor and promotes transparent governance and social accountability. To achieve these objectives the Project has adopted key non-negotiable principles.

2. She has further stated that the Project is being implemented in the State from October 2006 onwards with an outlay of Rs.717.10 Crores covering 5.8 lakhs target families in 2509 Village Panchayats covering 70 backward Blocks in 16 districts. The World Bank has sanctioned additional finance for a total sum of Rs.950 Crores and the Government of Tamil Nadu have issued Administrative Sanction for implementation of Project activity in additional 3.82 Lakhs target families in 1665 Village Panchayats covering 46 Blocks in additional 10 districts and 4 Blocks in existing Project areas. The period of implementation of the Project has been extended from September 2011 to September 2016 including existing Project areas.

i) Details of Project Implementation

Phase	No of Blocks	No of Village Panchayats	Month of commencement
Existing Project Areas			
I	15	578	October 2006
II	15	584	April 2007
III	20	635	February 2008
IV	20	712	February 2009
Sub Total	70	2509	
Additional Project Areas			
V	26	874	June 2011
VI	24	791	October 2011
Sub Total	50	1665	
Grand Total	120	4174	

ii) Project Component:

The components of the Project are as follows:

Sl. No.	Component	Project Cost
		(Rs. in Crores)
1.	Formation & Strengthening of Village Institutions	205.51
2.	Village Fund	1314.50
3.	State and District Support to Village Livelihood Programme	54.01
4.	Project Management Cost	93.08
	Total	1667.10

iii) Allotment and Expenditures from 2005-06 to 2014-15.

Year	B.E.	Grant Released	Actual
	Rs. In Crores		
2005-2006	Rs.38.00	Rs.38.00	Rs.1.63
2006-2007	Rs.43.70	Rs.43.70	Rs.12.00
2007-2008	Rs.90.76	Rs.90.76	Rs.36.13
2008-2009	Rs.149.08	Rs.149.08	Rs.149.41
2009-2010	Rs.162.42	Rs.162.42	Rs.189.35
2010-2011	Rs.184.14	Rs.184.14	Rs.200.74
2011-2012	Rs.157.56	Rs.157.56	Rs.127.40
2012-2013	Rs.336.40	Rs.336.40	Rs.320.53
2013-2014	Rs.350.00	Rs.350.00	Rs.174.20
2014-2015	Rs.155.04	--	Rs.263.83
Total	Rs.1667.10	Rs.1512.06	Rs.1475.22

3. The Project Director, Pudhu Vaazhvu Project has also stated that the balance funds available with project as on 30.04.2015 is Rs.99.05 Crores. The Component wise expenditure proposed to be incurred during the year 2015-2016 is furnished below:-

Component wise Break-up:

Sl. No.	Component	Total Allocation 2015-16
		(Rs. in Crores)
1.	Formation & Strengthening of Village Institutions	51.00
2.	Village Fund	140.04
3.	State and District Support to Village Livelihood Programme	40.00
4.	Project Management Cost	24.00
	Total	255.04

4. The Project Director, Pudhu Vaazhvu Project has also stated that the Budget Estimate for the year 2015-16 is Rs.255.04 Crores. She has further stated that the Vote on Account authorizes the department to incur expenditure to the extent of 50% of the Budget Estimate and therefore a sum of Rs.125.00 crores can be released by the Government to meet out the expenditure for implementation of the Project activities.

5. The Project Director, Pudhu Vaazhvu Project has further stated that the project is scheduled to be closed by September, 2016. The time left out from now is 17 months only. Further, the expenditure towards project activities during the last 6 months of the project from April 2016 to September, 2016 will become standstill except expenditure on administrative nature due to the intervention of Legislative Assembly election due in May, 2016. Therefore, the Project is in very crucial juncture to step up the expenditure to the tune of Rs.316.25 crores on or before 31.03.2016, within a period of 11-12 months. Further, the Project machinery has already been geared up to achieve the targeted expenditure. Approximately a sum of Rs.30.00 crores per month has to be incurred per month from April, 2015 to achieve the target. To step up the expenditure, the project plans among other things to take up (i) Pilot activities to the tune of Rs.36.86 crores for the new Project and (ii) taking over of 7 blocks from TNSRLM at a cost of Rs.30.35 crores.

6. The Project Director, Pudhu Vaazhvu Project has therefore requested the Government to issue orders for sanction of Rs.125.00 Crores out of Total B.E. Rs.255.04 Crores under the Pudhu Vaazhvu Project grant for the year 2015-2016. She has also requested the Government to authorize the Director of Rural Development and Panchayat Raj, Chennai to draw and disburse the above amount to the Project Director, Pudhu Vaazhvu Project.

7. The Government, after careful examination of the proposal of Project Director, Pudhu Vaazhvu Project have observed that an amount of Rs.1512.06 crores has already been released out of the approved outlay of Rs.1667.10 crores leaving a balance of Rs.155.04 crores. Whereas an amount of Rs.255.04 crores is estimated as expenditure for the year 2015-16 as provided in the Budget Estimate for 2015-16. The Budget is estimated taking into account the expected exchange rate gain. As on 30.04.2015, an amount of Rs.99.05 crores is available with the Project and the Government accord sanction and release a sum of Rs.60.00 crores (Rupees Sixty crores only) towards the implementation of Pudhu Vaazhvu Project during the year 2015-16 as per the project activities mentioned above.

8. The amount sanctioned in para 7 above shall be debited under the following head of accounts:-

Head of Account	Amount (in Rupees)
"2235 Social Security and Welfare – 02. Social Welfare – 103. Women’s Welfare Schemes in the Eleventh Five Year Plan - II State Plan – PD - World Bank Aided Tamil Nadu Empowerment and Poverty Reduction Project – 09 Grant-in Aid – 03. Grants for Special Schemes (DPC 2235 – 02 – 103 – PD – 0931)".	41,01,60,000
"2235 Social Security and Welfare – 02. Social Welfare – 789. Special Component Plan for Scheduled Castes – Schemes in the Eleventh Five Year Plan – II State Plan – PA World Bank Aided Tamil Nadu Empowerment and Poverty Reduction Project under Special Component Plan – 09. Grant-in Aid – 03. Grants for Special Scheme (DPC 2235 – 02 – 789 – PA – 0935)".	18,00,00,000
"2235 Social Security and Welfare – 02. Social Welfare – 796. Tribal Area Sub Plan – Schemes in the Eleventh Five Year Plan – II State Plan – PA World Bank Project – 09. Grant-in Aid – 03. Grants for Special Schemes (DPC 2235 – 02 – 796 – PA – 0930)".	98,40,000
Total	60,00,00,000

9. The Director of Rural Development and Panchayat Raj is authorized to draw and disburse the amount sanctioned in para 7 above by means of cheque to the Project Director, Pudhu Vaazhvu Project, Chennai.

10. The Project Director, Pudhu Vaazhvu Project is requested to send utilization certificate to the Accountant General, Government and the Director of Rural Development and Panchayat Raj as per orders in force.

11. This order issues with the concurrence of Finance Department vide its U.O. No.34909/Finance (RD)/2015, dated 19.06.2015

(By Order of the Governor)

GAGANDEEP SINGH BEDI,
Secretary to Government.

To

The Project Director,
Pudhu Vaazhvu Project, Chennai-600 034.
The Director of Rural Development and Panchayat Raj, Chennai-15.
The Accountant General (A&E/Audit), Chennai-9/18/35.
The Pay and Accounts Officer (South), Chennai-35.
The Director, State Institute of Rural Development,
Maraimalai Nagar, Kancheepuram District.

Copy to :

Finance (EAP/RD) Department, Chennai – 09.
The Senior Personal Assistant to Hon'ble Minister,
(Municipal Administration, Rural Development, Law, Courts
and Prisons), Chennai -9.
The Senior Private Secretary to Secretary to Government,
Rural Development and Panchayat Raj Department, Chennai-9.
Rural Development and Panchayat Raj (B&C/OP-2) Department, Chennai-9.
National Information Centre, Chennai-600 009.
Stock File / Spare copy.

//Forwarded by Order//

Section Officer.