

Government of Rajasthan
State Project Management Unit
District Poverty Initiatives Project

(3rd Floor, Yojna Bhawan, Tilak Marg, Jaipur, Phone:- 2226175, Fax 5104014)

No. F-2(47)RD/DPIP/99

Dated 9.3.2006

Minutes of the Meeting

Meeting of the seventh Empowered Committee for DPIP was held on 27.2.2006 under the chairmanship of Sh. Ashok Pandey, Additional Chief Secretary (Development) and the following also participated in the meeting :-

1. Sh. Ram Lubhaya, Pr. Secretary, RD&PR
2. Sh. Ashok Jain, Secretary, Finance
3. Dr. (Mrs.) Malovika Pawar, Secretary, RD
4. Sh. Abhay Kumar, State Project Director, DPIP
5. Sh. Puranmal Vyas, Dy. Director, Planning

Special Invitee:-

1. Sh. Rohit R. Brandan, CMD, RUDA.
2. Sh. Rajan Mathur, ED, RUDA
3. Dr. P. S. Kalara, RCDF, Jaipur.
4. Sh. V. K. Deora, GM(DPM), RCDF, Jaipur.

The following officers of DPIP were also present during the meeting :-

1. GM (Finance), DPIP, Jaipur.
2. Additional Director, DPIP, Jaipur.

The Empowered Committee discussed the following issues and the following decisions were taken :-

Agenda Item No. 1

APPROVAL OF THE MINUTES OF THE 6TH EC MEETING

A copy of the minutes of the 6th Empowered Committee meeting approved by Pr. Secy., PR&RD is placed at **Annexure- I** for approval of Empowered Committee.

Decision:-

At the outset, Finance Secretary mentioned that F.D. is of the view that the grant component of 90% in DPIP was too high & this should be reduced to say around 15% and the rest should be kept as credit/ beneficiary contribution. In this respect the Finance Secretary has sent a U.O. Note No. F.3(1)FD/Exp.-I/2006 dated 2.3.2006 with a request to keep it on record as part of the minutes. The same is placed at **Annexure- I (A)**. Addl. Chief

Secretary and Pr. Secretary, RD & PR categorically clarified that as the original project period (July 2000 to Dec. 2005) is already over and the project extension up to Dec. 2007 has been given by the World Bank to primarily focus on the Quality & sustainability and cluster approach, the changes suggested can not be agreed to. However, the same could be taken into consideration for the project implementation of phase IInd. Moreover, the subsidy pattern was approved by the cabinet.

Agenda Item No. 2

ACTION TAKEN REPORT ON MINUTES OF 6TH EC MEETING

The Action Taken Report on minutes of the 6th Empowered Committee meeting is placed at **Annexure- II** for perusal and direction please.

Decision:-

The Empowered Committee reviewed the action taken on the decisions taken by the 6th EC and gave further decisions which are placed at **Annexure- II (A)**.

Agenda Item No. 3

List of Observations of the WB Mission (Nov. 9-25, 2005) and Actions Taken

The list of observation of World Bank Mission and Action Taken are placed at **Annexure- III** for perusal and direction please.

Decision:-

It was decided that a separate meeting may be organised for examining the ATR.

Agenda Item No. 4

Recommendations of the NGOs working with DPIP- Rajasthan on changes in Business Processes Comments of SPMU and Decisions requested

The recommendations made by NGOs working with DPIP-Rajasthan to improve business process and collaboration with NGOs and action proposed by State Project Management Unit are placed at **Annexure-IV** for perusal and direction please.

Decision:-

The Empowered Committee's decisions on this agenda point are placed at **Annexure- IV (A)**.

Agenda Item No. 5

Decision on the increase of Beneficiary Contribution from 10% to 20% done in some sub projects at the SPMU level :

Decision:-

After perusal of the agenda note and decisions thereon, the E.C. was of the view that

- (i) subsidy should not be less than that available under the SGSY scheme to members of CIGs, in absolute term.
- (ii)

	For those sub projects in which ownership of the created assets is with the individuals funding pattern could be	and if ownership of the asset created under CIF is in the group, funding pattern can be agreed as
Subsidy to individual	40 %	50 %
Subsidy to the group, which in turn could be extended as a loan to the individual	40 %	40 %
Beneficiary contribution	20 %	10 %

- (iii) Benefit of differential rate of interest as in SGSY scheme should be extended to DPIP.
- (iv) As individual BPL members find it difficult to contribute, for this they should be linked with bank finance. Collectors & CEOs, Zila Parishad should take up this matter in DLCC.

Since, this is a policy decision, it should be put up to the Governing Council for decision.

It was decided that cash flow for dairy sub project should be studied by a micro-finance expert.

Agenda Item No. 6

(i) CUMMULATIVE PROJECT PROGRESS UPTO JANUARY 2006

Decision:-

The project progress was reviewed. Addl. Chief Secretary and Pr. Secy., RD&PR directed that in the future comparative progress achieved in respect of all component district wise since the meeting of the last Empowered Committee should be put up.

(ii) TARGETS AND ACHIEVEMENT FOR THE YEAR 2005-06

Decision:- The Empowered Committee noted the progress and directed that in the future the progress report should be more descriptive and revealing.

Agenda Item No. 7

APPROVAL OF Q&S AGREEMENTS AND GUIDELINES

Decision:-

EC decided that Q&S agreement should be implemented as per decisions taken in the 6th meeting of the Governing Council held on 20.10.05.

Agenda Item No. 8

(i) REALLOCATION OF PROJECT FUNDS :

Decision:-

- (i) The Empowered Committee was of the opinion that the project need not make Federations of CIGs. This activity should be left to the NGOs. DPIP shall not provide any funding for such activity.
- (ii) Similarly, EC was of the opinion that DPIP should not fund new NRM projects because funding for such projects are available in several schemes like DDP, DPAP, etc. However, the project of goatry and dairy activities can be taken up in areas where NRM activities have already been taken up by other departments.
- (iii) The EC decided that reallocation of budget is a policy decision and hence the proposal should be placed before the Governing Council with the recommendation of the Empowered Committee for approval

(ii) Capping of no. of CIGs & fixing per Beneficiary Subsidy Amount:-

Decision:-

It was decided that since this is a policy decision it should be placed before the Governing Council with the recommendation of the Empowered Committee for approval.

Agenda Item No. 9

UNIVERSAL HEALTH INSURANCE SCHEME

Decision:-

The E.C. decided that the project should not pursue the Universal Health Insurance Scheme as it has apparently failed to deliver intended benefits to the BPL families. However, the project should strive that the benefit of 'Medicare Card Scheme' and 'Chief Minister Jeevan Raksha Kosh Scheme' must reach the BPL families who are members of CIGs.

Agenda Item No. 10

(DPIP) PILOT PROJECTS ON SGSY PATTERN

Decision:-

The Empowered Committee was of the opinion that since, the NGOs have signed the contract on the SGSY pattern hence, these contracts can not be re-allotted on the old DPIP pattern. NGOs should be advised not to form more groups if they are facing difficulty in implementing the contract on the SGSY pattern. Since, adequate funding is not available under regular SGSY scheme, hence the E.C decided that subsidy to the extent available in SGSY, be given through CIF from DPIP and adequate provision be made for the same at the time of reallocation of budget.

Agenda Item No. 11

Purchase of new item for fiscal year 2005-06 & budget estimates for 2006-07

Decision:-

The Empowered Committee approved the purchase of one server and for furniture and computers justification may be put up on the file. The detailed budget estimates giving the district wise proposed financial allocations for all activities and targets be prepared and placed before the GC for approval.

Agenda Item No. 12

Establishment issues for HRA, Project executive and O.A. scales and Creation of posts

Decision:- The agenda was withdrawn.

Agenda Item No. 13

MOU OF RAJCOMP FOR MIS

Decision:-

The EC decided that TOR be framed and consultancy be awarded through open competition by inviting tenders as RAJCOMP's capacity to handle the project was limited.

Agenda Item No. 14

Regarding payment to NGOs who have renewed their service contracts up to 30 June 2007

Decision:-

The EC was of the view that once the proposal had been approved in the 6th EC meeting, no further reference to Finance Department was needed. However, as the matter has been referred to the Finance Department, the issue needs to be placed to the GC for approval.

The Finance Secretary was of the opinion that the Finance Department had already given its opinion on the file and same may be informed to the GC.

Agenda Item No. 15

Approval of IEC Action Plan for the year 2006-07

Decision:-

The Empowered Committee directed that IEC activities should be done in a more professional manner. A TOR for hiring a professional agency for IEC activities should be developed and agency be selected through open competition to carry out the activities.

SUPPLEMENTARY AGENDA:-

Agenda Item No. 16

Approval of Cluster Approach Guidelines

Decision:-

The EC agreed in principle to the concept of Cluster Development with the following observations :-

1. A concept note with need and justification for Cluster Development needs to be put up before the GC.

2. In the limited time available it may not be possible to form Federations.
3. Feasibility of add on cost to be given with budget provisions.
4. Initially one cluster activity could be implemented in each district.
5. The proposal should focus on strong market linkages.
6. For the Goatry proposals it was suggested that
 - a) under the A.D.B. project market yards (Haats) were developed for goat marketing. The project should explore possibilities for their usage. In this context it may be useful to contact Sh. Sunil Ray who had made a study in this regard.
 - b) The issue of paravets need to be reexamined as the Govt. of India/ Veterinary Council of India do not permit deployment of paravets.
7. The cash flows for the proposal also need to be specified.

The EC directed that as the above proposal is a policy issue, the same should be put up to GC for approval specifically on issues on which decision was required.

Agenda Item No. 17

Any other agenda with the permission of Chairman.

Decision:-

No other agenda was taken up.

(Abhay Kumar)
State Project Director,
DPIP

Copy for Information & necessary action:-

1. P.S. to Chief Secretary, Secretariat, Jaipur.
2. P.S. to Additional Chief Secretary (Development), Rajasthan, Jaipur.
3. P.S. to Pr. Secretary, Finance, Secretariat, Jaipur.
4. P.S. to Pr. Secretary, RD&PR, Secretariat, Jaipur.
5. P.S. to Secretary, RD, Secretariat, Jaipur.
6. P.A. to CM.D., RCDF, Jaipur.
7. P.A. to CM.D., RUDA, Jaipur.
8. P.A. to Secretary, Planning, Secretariat, Jaipur.

Additional Director