ABSTRACT

Tamil Nadu Rural Transformation Project – Release a sum of Rs.89,84,49,200/- as first instalment for implementation of Project for the year 2021-22 – Orders Issued.

Rural Development and Panchayat Raj (CGS-3) Department

G.O.(Ms) No.99 **Dated: 5.08.2021**

பிலவ வருடம், ஆடி 20
திருவள்ளுவர் ஆண்டு 2052

Read:

From the Chief Executive Officer, Tamil Nadu Rural Transformation Project Letter Roc.No: 76/TNRTP-Finance/2018, Dated: 24.06.2021.

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ORDER:-

The Chief Executive Officer, Tamil Nadu Rural Transformation Project in her letter read above has stated that the Tamil Nadu Rural Transformation Project is implemented with an objective of promoting rural enterprises, access to finance for business plans and facilitating skills and job opportunities. The project is being implemented in 3994 villages of 120 non Pudhu Vaazhvu Project (PVP) blocks in 26 districts of the State at an estimate of Rs.918.20 Crores (142.85 M US $). The World Bank is providing a loan assistance of 100 M US $ (70%) and the Government of Tamil Nadu bears 42.85 M US $ (30%).

2. Chief Executive Officer, Tamil Nadu Rural Transformation Project has also stated that the component wise costing of the above Project is as follows;

S.No	Component	Project Cost (Rs. in Crores)
1	Rural Enterprise and Ecosystem Development	291.20
2	Enterprise Business Plan Financing	251.30
3	Skill and Job opportunities	188.30
4	Project Management Cost	187.40
	Total	**918.20**

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3. The project's grants, and expenditure as on 31.03.2021 is as follows:

Year	Budget Estimate / Grant Received	Expenditures Incurred
	(Rs. in Crores)	
2017-2018 (From July'17)	2.35*	0.83
2018-2019	56.58	3.66
2019-2020	-	24.31
2020-2021 (upto March'21)	363.35	334.89
Total	**422.28**	**363.69**

*Grant received for Tamil Nadu Rural Transformation Project Core Team

Details	(Rs. in Crores)
Grant received from Government for Tamil Nadu Rural Transformation Project	422.28
Less: Expenditure as on 31.03.2021	363.69
Balance fund available as on 31.03.2021	58.59

The available balance fund of Rs.58.59 Crores will be utilised for the committed expenditure and other project activities in the project area.

4. The expenditure incurred from the project inception to 31-03-2021 was Rs. 363.69 Crores. Out of the said expenditure incurred, the World Bank contribution / reimbursable component (70% of the expenditure amount) is Rs.254.58 Crores. Out of Rs.254.58 Crores, the Government of Tamil Nadu has received reimbursement to the tune of Rs.251.97 Crores so far. The balance amount of Rs. 2.61 Crores has been claimed for February'21 and March'21 and the same is awaited from the World Bank. The sum of Rs.163.35 Crores have been provided in IBE 2021-22 in Demand No.42, Rural Development and Panchayat Raj Department.

5. Chief Executive Officer, Tamil Nadu Rural Transformation Project has further stated that, based on the restructuring proposal, component-wise budget estimate for the financial year 2021-22 is detailed below:-

The component-wise expenditure proposed to be incurred during the financial year 2021-22 (from 01.04.2021 to 31.03.2022) is as follows:

S.No	Component	Budget Estimate for 2021-22 (Amount in Rs.)
1	Rural Enterprise Ecosystem Development	72,28,16,000
2	Enterprise Business Plan Financing	67,33,69,000
3	Skills and Job Opportunities	58,63,25,000
4	Project Management Cost	30,63,31,000
Total		**2,28,88,41,000**

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(i) Rural Enterprise Ecosystem Development (Rs.72.28 Crores):

"To create an enabling environment for promotion and strengthening of new and existing enterprises, and to generate sustainable employment".

District Diagnostic Studies were completed in all districts. This includes in-depth evaluation of the district for identifying the opportunities and challenges in the specific sectors, sub-sectors and commodities for next level of analytics through value chain approach.

The establishment of One Stop Facility (OSF) is a unique initiative of Tamil Nadu Rural Transformation Project to catalyse enterprise promotion in rural areas. One Stop Facility (OSF) is a small business facilitation centre, established at the block level, through which the rural entrepreneurs and enterprises can get access to a range of business development support services.

The objective of Participatory Growth Plan (PGP) is to develop inclusive investment plans for communities for Enterprise Promotion and for development of rural communities.

For this purpose, a mobile app with templates containing details of village resources in the spheres such as Agriculture, Animal Husbandry, Horticulture, Fisheries, Cottage Industries, Traditional Artisan Industries and Tourism etc., has been created under this Project.

Participatory Growth Plan exercise has been initiated in all the Project districts - identification of Master Community Professionals (CPs), Preparation of Participatory Growth Plan (PGP) manual, training of Master Community Professionals(CPs) and Participatory Growth Plan(PGP) team members etc. Pilot has been completed in all the project districts and completed in all the 3994 Village Panchayats. Based on the District Investment Plan(DIP) consolidation of Village Investment Plan and Block Investment Plan. Project support of capacity building and start-up funds will be extended to these collectives.

(ii) Enterprise Business Plan Financing (Rs. 67.33 Crores):

"To create access to finance for individual enterprises and group enterprises from formal financial institutions."

One consultancy agency was engaged for preparation of Matching Grant Programme (MGP) operational guidelines, conducting orientation programme to project staff at state and district level and stakeholders' workshops, etc.

Technical Support Agency(TSA) will be hired as Transaction Manager for the Matching Grant Programme (MGP) and will be responsible for process management and related coordination between Borrower-PFI and Tamil Nadu Rural Transformation Project.

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The Matching grant fund will be given to Individual Entrepreneurs and Enterprise Groups.

(iii) Skills and Job Opportunities (Rs.58.63 Crores):

"To create sustainable wage and self-employment opportunities, promote relevant skills for higher value agriculture and allied activities; and enable entrepreneurship through market responsive skills and entrepreneurship development."

(iv) Project Management (Rs.30.63 Crores):

The Project management activities for the current year establishment includes administration cost, office refurbishment, procurement of equipment, operational expenses etc.

The internet connectivity provisions will be released to project staff for maintenance of social distancing and to encourage work from home wherever possible. Further medical and life insurance coverage will be provided as safety net from project side to all the project staff due to COVID-19 pandemic and other medical emergencies.

6. The Chief Executive Officer, Tamil Nadu Rural Transformation Project has further stated that the total amount needed for this financial year 2021-22 is Rs.228.88 Crores. After deducting the unspent amount of Rs. 58.59 Crores (available for the committed expenditure), the sum of Rs.170.29 Crores is now sought for from the Government.

7. Therefore, the Chief Executive Officer, Tamil Nadu Rural Transformation Project therefore requested the Government to sanction and release the amount of Rs.170.29 Crores (Rupees One Hundred and Seventy Crores and Twenty-Nine Lakhs only) for the year 2021-22 for implementing the project as detailed above and to authorize the Director of Rural Development and Panchayat Raj, Chennai to draw and disburse the above amount to the Chief Executive Officer, Tamil Nadu Rural Transformation Project.

8. The Government after careful examination of the proposal of the Chief Executive Officer, Tamil Nadu Rural Transformation Project have decided to release a sum of Rs.89,84,49,200/- (Rupees Eighty Nine Crores Eighty Four Lakhs Forty Nine Thousand and Two Hundred only) as first instalment for the year 2021-22 for implementing the above said project.

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9. The amount sanctioned in para 8 above shall be debited to the following Head of Account:

Head of Account	Amount (in Rs.)
2235 Social Security and Welfare – 02 Social Welfare – 103 Women Welfare Schemes – Externally Aided Projects – PE World Bank aided Tamil Nadu Rural Transformation Project (TNPVP Phase II) – 309 – Grants-in-Aid-03 Grants for Specific Schemes (IFHRMS DPC 2235 02 103 PE 30903).	Rs. 61,99,29,948
2235 Social Security and Welfare – 02 Social Welfare – 789 special Component Plan for Scheduled Castes - Externally Aided Projects – PC World Bank aided Tamil Nadu Rural Transformation Project (TNPVP Phase II) under Special Component plan – 309 – Grants-in-Aid-03 Grants for Specific Schemes. (IFHRMS DPC 2235 02 789 PC 30903).	Rs.26,95,34,760
2235 Social Security and Welfare – 02 Social Welfare – 796 Tribal Area Sub Plan - Externally Aided Projects – PC World Bank aided Tamil Nadu Rural Transformation Project (TNPVP Phase II) under Tribal Area Sub Plan - 309 – Grants-in-Aid-03 Grants for Specific Schemes. (IFHRMS DPC 2235 02 796 PC 30903).	Rs.89,84,492
Total	Rs.89,84,49,200

10. The Director of Rural Development and Panchayat Raj is authorized to draw and disburse the amount sanctioned in para 8 above by means of cheque to the Chief Executive Officer, Tamil Nadu Rural Transformation Project.

11. The Chief Executive Officer, Tamil Nadu Rural Transformation Project is requested to send the utilization certificate to the Accountant General, Government and Director of Rural Development and Panchayat Raj as per orders in force.

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12. This order issues with the concurrence of Finance Department vide its U.O. No. 32453/Fin(RD)/2021, dated 03.08.2021.

(BY ORDER OF THE GOVERNOR)

K.GOPAL
PRINCIPAL SECRETARY TO GOVERNMENT

To
The Chief Executive Officer,
Tamil Nadu Rural Transformation Project, Chennai – 600 032.
The Director of Rural Development and Panchayat Raj, Chennai – 60 015.
The Accountant General (A&E/ Audit), Chennai-18/35.
The Pay and Account Officer (South), Chennai – 600 035.

Copy to:
The Finance (W&M.I/EAP/RD) Department, Chennai-600 009.
The Senior P.A to Hon'ble Minister, (RD), Chennai-600 009.
The Rural Development and Panchayat Raj (B&C) Department, Chennai – 600 009.
The Principal Private Secretary to Principal Secretary to Government,
Rural Development and Panchayat Raj Department, Chennai – 600 009.
SF / SC.

//Forwarded By Order//

SECTION OFFICER

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