Working Guidelines for Implementation of
CHIEF MINISTER’S KRISHI SAMUH YOJANA (CM KSY)

1. OBJECTIVE OF THE SCHEME
   - Empowering the farmers through cooperative approach, by institutionalisation of Farmers Producers Organisation and infusing timely support of good agriculture practices and marketing interventions for better price realisation and doubling the farmers’ income.
   - Mobilising farmers into groups so as to plan and implement product-specific cluster/commercial crop cycles.
   - Commercial approach in Agriculture and allied sector for better price realisation.
   - Infusing mindset of privatisation amongst the farmers.
   - Cooperative approach of farming and other allied activities amongst the farmers through Farmers Producers Organisation (FPO).
   - Creating a quantifiable marketable surplus by collective farming system.
   - Strengthening farmer capacity through agricultural best practices for enhanced productivity.
   - Facilitating access to fair and remunerative markets.
   - Ensuring access to the usage of quality inputs and services for intensive agriculture production and enhancing cluster competitiveness.

2. Salient features of the Scheme
   - State & District Level Society for Planning, Administration, Implementation and monitoring.
   - Creation of 50 FPOs either as Societies or Companies in the state with minimum membership of 150 farmers.
   - A digital directory of farmers associated with these organizations to be created.
   - The Society will be given through a credit risk fund of Rs.4.00 crores as comfort to APEX Bank to provide collateral free loans upto Rs.50 lakhs to FPOs.
   - Infrastructure support of upto Rs.50 lakhs and Revolving fund and Rs.10 lakhs as Revolving fund to each FPO.
   - Subsidy upto Rs.50 lakhs for establishment of of Cold Storage/Pack Houses/Godowns per 1000 MT capacity
   - Subsidy of Rs.10 Lakhs for establishment of Bio-fertilizer units over and above the Govt of India subsidy of Rs.40 lakhs.
   - 50% subsidy to FPOs for establishment of hatcheries (Livestock) and Rs.10 lakhs in Fishery sector.
   - Buyer-Seller meets to be held at Guwahati, Kolkata and New Delhi.

3. Implementation at State and District level
   Institutional framework under CM’s SASHAKT KISAN YOJANA(CMSKY) shall remain identical for CM’s KRISHI SAMUH YOJANA (CM SKY) with the exception of (a) engagement of one Consultant Advisor, (b) mode of Fund flow and (c) expenditure mechanism as enunciated in the guidelines.

3.1 Composition of APADS Governing Body
   1) Minister (Agriculture) : Chairman
   2) Agriculture Production Commissioner (APC) : Member Secretary
   3) Commissioner/Secretary (Finance, Planning, Agriculture,
3.2 Functions of APADS Governing Body

X. Approval of the detailed District Action Plans under CM Krishi Samuh Yojana (CMKSY)
XI. Overall Coordination, Policy decisions, Monitoring and Evaluation of the (CMKSY)
XII. Approval of operational guidelines, implementation policies, amendment/modification of the operational guidelines, inter-Sectoral & District wise fund allocation of various scheme components.
XIII. Approval of inclusion of new components/activity
XIV. Recommendation for engagement of temporary manpower (technical) with honorarium and perks for approval of State government.
XV. Amend/modify the decisions taken by the District Agricultural Development Society (DADS) on recommendation of Executive Committee of APADS.
XVI. Approval of the AAP in respect of the Admin cost under APADS
XVII. The Governing Body shall meet at least twice a year.
XVIII. The Chairman may nominate more members to the committee from time to time as deemed fit for the successful implementation of the scheme.

3.3 Composition of APADS Executive Committee

1. Agriculture Production Commissioner : Chairman
2. Commissioner/Secretary (Finance, Planning, Agriculture, Horticulture, Fisheries, AH&Vety) : Member
3. Director, Agriculture : Member Secretary
4. Director, Horticulture/Fisheries/AH&Vety/Sericulture : Member
5. Chief Engineer (WRD), Govt. of Arunachal Pradesh : Member
6. Registrar of Cooperative Societies (RCS) : Member

3.4 Functions of APADS Executive Committee

1. Scrutiny of District Action Plans/proposal(s) forwarded by the District Agricultural Development Society (DADS) and process for approval of APADS (Governing Body)
2. Recommend for modifications in guidelines, cost norms etc and decisions of DADS (if any) for approval of APADS (Governing Body)
3. Engagement of State level Consultant Advisor /Manpower (technical) on contractual basis with approval of state government on recommendation of the APADS Governing Body
4. Forward approved District Action Plans to Nodal department i.e. Department of Agriculture to process for govt. sanction and drawal by the Nodal Department for subsequent disbursement to DADS and APADS.
5. Open & operate a Bank A/C in the name of “Arunachal Pradesh Agricultural Development Society (APADS)” to be jointly operated by the Chairman & Member Secretary of APADS Executive Committee for CM’s Krishi Samuh Yojana (CM KSY) scheme.
6. Funds under CM’s Krishi Samuh Yojana (CM KSY) scheme shall be drawn by the nodal department i.e. Department of Agriculture which shall transfer the amounts as grant-in-aid to the Bank A/C of “Arunachal Pradesh Agricultural Development Society (APADS)” and “District Agricultural Development Society (DADS)” as per approved AAP for further flow to
the implementing agencies at State & District level for implementation of sanctioned schemes. Transfer of funds will be in electronic mode.

7. Progress-linked implementation and financial utilization shall be monitored by the APADS Executive Committee for appraisal of the Governing Body and State Government at regular intervals.

8. Review of Audit Reports submitted by the DADS and submission of the reports for appraisal by the APADS Governing Body and the state government.

9. AAP for the admin cost amount with reasonable provision for (i) Office expenses including stationery (ii) Workshops/meetings and (iii) monitoring costs for APADS shall be earmarked by the Executive Committee for approval of the Governing Body.

10. The Chairman of the APADS Executive Committee i.e. the Agriculture Production Commissioner shall be the sanctioning authority with financial powers of a Commissioner to the state government, in respect of funds under Admin cost, to be sanctioned on the basis of approved AAP for the same.

3.5. District Agricultural Development Society (DADS)

1) Deputy Commissioner
2) Member(s) of Legislative Assembly
3) Deputy Director, Agriculture
4) Distt Horticulture Officer, Distt Veterinary Officer
   Distt Fishery Development Officer, Asstt Director T&H
5) Lead Bank Manager
6) Sr. Scientist and Head KVKs
7) EE (WRD)
8) Selected Progressive farmer (2 nos)
9) Co-opted members (2)
   (To be nominated by Chairman)
   : Chairman
   : Member
   : Member Secretary
   : Member
   : Member
   : Member
   : Members
   : Members

3.6 Functions of District Agricultural Development Society (DADS)

XI. The District Agricultural Development Society (DADS) for Chief Minister’s Krishi Samuh Yojana at district level shall be responsible for planning, sectoral prioritization, effective implementation & monitoring of the Scheme.

XII. Preparation of District Annual Action Plan (DAAP) with proposal/projects as per approved norms/ Guidelines and forward to the Chairman, APADS Executive Committee for scrutiny & govt. sanction.

XIII. Periodical review of Project Implementation & submission of report thereof to the APADS Executive Committee.

XIV. The Chairman of DADS may nominate more members to the committee as per requirement.

XV. The DADS shall meet at least once every quarter or more frequently as per the requirement to review the implementation.

XVI. The DADS shall have the responsibility to ensure collaboration among various line Departments at the district to achieve the desired goals

XVII. The DADS shall open and operate a Bank A/C in the name of “District Agricultural Development Society (CM KSY)” to be jointly operated by the Chairman & Member Secretary of DADS

XVIII. The DADS shall be responsible for subsequent transfer of fund from DADS A/C to the beneficiary /Vendor /concerned Department.

XIX. Coidal formalities in procurement of goods and services shall be in accordance with the government Rules/Guidelines etc in force.
Periodical auditing of accounts shall be mandatory and a copy of the Audit Report to be forwarded to the Chairman, APADS Executive Committee.

3.7. Consultant Advisor (Agri & allied)

State Consultant Advisor: To provide technical consultancy & advisory service to the APADS Executive Committee and state Nodal Department. (on contractual basis co-terminus with the scheme)

Eligibility: Masters degree in Agriculture or Allied Science with Minimum 25 years field experience in Administrative, extension, planning, execution, consultancy & advisory services in Arunachal Pradesh

4. FPO formation costing

<table>
<thead>
<tr>
<th>Sl No</th>
<th>Activity</th>
<th>Amount</th>
<th>Remarks</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>Mobilization of farmers to form FIG &amp; FPO</td>
<td>1.25 Lakhs</td>
<td>150 Farmers</td>
</tr>
<tr>
<td>2</td>
<td>Training Materials</td>
<td>0.50 Lakh</td>
<td>For Meetings</td>
</tr>
<tr>
<td>3</td>
<td>Management &amp; Technical Training to Governing body of FPO</td>
<td>0.60 Lakh</td>
<td>For Meetings</td>
</tr>
<tr>
<td>4</td>
<td>FPO registration cost</td>
<td>0.40 Lakh</td>
<td>One Time</td>
</tr>
<tr>
<td>5</td>
<td>FPO office equipments</td>
<td>0.60 Lakh</td>
<td>Table, Chairs etc.</td>
</tr>
<tr>
<td>6</td>
<td>FPO office rents, electricity bills etc. @6000/Pm</td>
<td>0.72 Lakh</td>
<td>For 12 Months</td>
</tr>
<tr>
<td>7</td>
<td>GPS &amp; MIS to department</td>
<td>0.17 Lakh</td>
<td>Software Entry</td>
</tr>
<tr>
<td>8</td>
<td>Demonstrations at field</td>
<td>0.50 Lakh</td>
<td>As model plot, farms etc</td>
</tr>
<tr>
<td></td>
<td>Total (Per/FPO / Year)</td>
<td>4.74 Lakhs</td>
<td></td>
</tr>
</tbody>
</table>

5. Proposed Component wise Funding Pattern

<table>
<thead>
<tr>
<th>Sl No</th>
<th>Activity</th>
<th>Allocation of Fund ( Crore )</th>
<th>Remarks</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>Formation &amp; Nurturing of 50 Farmers Producer's Organizations including Training/Handholding of FPO</td>
<td>2.37</td>
<td>District Agriculture Development Society (DADS) to function as implementing agency.</td>
</tr>
<tr>
<td>2</td>
<td>Financial Support to FPOs after its registration: (i) Revolving Fund of Rs. 10 lakhs Per FPO after its registration (ii) Head based infrastructure. (Support to each FPO (Max Rs.50 lakh)/FPO</td>
<td>30.00</td>
<td>To be parked with APADS bank Account</td>
</tr>
<tr>
<td>3</td>
<td>Fixed Honorarium (inclusive of House rent &amp; Others) @ 1.25 lakh/pm to one State Consultant Advisor</td>
<td>0.15</td>
<td></td>
</tr>
<tr>
<td>4</td>
<td>Travel Expenses for APADS members, Consultant and Directorate officials</td>
<td>0.30</td>
<td></td>
</tr>
<tr>
<td>5</td>
<td>Exposure Visits of govt. officials/ CEOs of FPOs/ Progressive Farmers to other states with successful FPOs @ Rs.5.00 lakhs per district for 22 districts</td>
<td>1.10</td>
<td></td>
</tr>
<tr>
<td>6</td>
<td>Buyer Seller Meets in Guwahati, Kolkata, New Delhi Marketing manuals etc. (through Marketing Board)</td>
<td>1.10</td>
<td>To be parked with APADS bank Account at State level for release to Implementing Agency (DADS), APAM &amp; Nodal Dept.</td>
</tr>
<tr>
<td>7</td>
<td>Advertisements/Publicity, Print &amp; Electronic Media etc.</td>
<td>0.50</td>
<td></td>
</tr>
<tr>
<td>8</td>
<td>Creation of Digital Directory of the Farmers associated in CMSKY</td>
<td>0.20</td>
<td></td>
</tr>
<tr>
<td>9</td>
<td>Admin charges @ 0.7% of 40 cr</td>
<td>0.28</td>
<td></td>
</tr>
<tr>
<td>10</td>
<td>Total</td>
<td>36.00 Crores</td>
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</tbody>
</table>
6 Credit Risk Mitigation Fund

I. Of the total allocation, an amount of Rs. 4.00 Crores to be parked in APEX Bank as credit risk fund to provide collateral free loans of upto Rs 50 Lakhs to farmer organizations.

II. The amount will be parked with the State Cooperative Apex Bank through an Agreement with the APADS Executive Committee duly vetted by the state Law & Finance Department with enunciation of terms of reference for transparent utilization of the Credit Risk Fund.

III. Periodical Utilization progress and Annual Audit Report shall be submitted by the APEX Bank to the APADS Executive Committee for placing it to the APADS Governing Body for review.

* The provision of Rs.5.00 Crores under credit risk fund announced in the Budget has been modified to Rs.4.00 Crores in terms of Cabinet decision of 4th June 2018.

7. Eligible Criteria of FPO for availing Revolving Fund by ADS at District.

1. FPO should be a registered body under Societies Act/Cooperative society Act/Companies Act
2. FPO should have a minimum of 150 Members and an active bank Account for minimum of 6 months and duly authenticated by concerned Branch Manager.
3. Resolution of the FPO Board/Governing Council to seek Revolving Fund.
4. Existing FPO/registered Farmers Societies formed prior to this scheme will have to submit Audited statements to be certified by a Chartered Accountant(CA)
5. Business Plan/DPR against the revolving fund so sought may be submitted to DADS along with the requisition for revolving fund.
6. Revolving fund should be used only for the purpose for which the FPO was formed viz. Production, Growth and Marketing.
7. Each page of the Application Form and accompanying documents shall be signed by a minimum of three Board members.

8. Funding under NEED BASED INFRASTRUCTURE for FPOs.
Registered FPO shall prepare feasible DPR and submit it to District Agriculture Development Society. The DADS shall validate the DPR and seek fund from APADS

9. Beneficiaries in Current Financial Year.
Under Chief Minister’s Krishi Samuh Yojana, 50 Farmer Producer Organisation (FPOs) will be promoted during the current financial year (CFY), each comprising not less than 150 farmers so as to cover 7500 farmers.

9.1 Name of the Districts with Three (3 ) FPOs
1. Lohit, 2. East Siang, 3. West Siang, 4. Lower Subansiri, 5. Upper Subansiri, 6. Papum Pare

9.2 Name of the Districts with Two (2) FPOs

NB: Proposed Number of FPOs on the Basis of Area and Population
10. ACTION FLOW PROCESS FOR ANNUAL ACTION PLAN

11. Proposed fund flow process

12. Eligible Projects to be undertaken

  Organic Farming Activities
  • Organic Manure Production (Vermi-compost)
  • Bio-fertilizers Manufacturing units
  • Organic Cultivation.

  Employment Generation in Animal Husbandry Sector
  • Strengthening of Dairy and Pig farms
  • Animal Feed Mill plant
  • Mobile Vety. Dispensary unit.
  • Poultry sheds and Hatcheries.
• Development of fodder.
• Procurement and installation of feed block machineries
• Feed chopping machines manual/automatic.
• Feed Mill plant.
• Dairy Farming
• Goat Farming

Employment Generation in Fisheries Sector
• Fisheries Development
• Establishment of Hatcheries

Employment Generation in Agriculture-Horticulture Sector
• Backyard Vegetable gardens
• Fruits gardens in clusters.
• Collective marketing of the agriculture & allied crops.
• Value addition, Processing, Packaging etc.
• Apiculture Activities
• Intercropping
• Multi-cropping
• Off-season Cropping
• Quality Seed Production
• Agriculture Extension Work
• Front line Demonstration (Demo Plot ½ acre area)
• Horticultural crops

Others
• Rearing of Silk Worms
• Other innovative projects

NB: a. Above list is indicative only and non-exhaustive.

b. The cost norms during the preparation of the DPR shall be as per the existing approved government guidelines and approved rates or cost of cultivation of the state or central government in force.

The State and District level Societies shall be registered under the Society Registration Act as per the existing rules of the state government and the model bye-laws circulated by the Nodal department and shall function in terms of the Guidelines for the schemes.

(Mumum Tayeng) IAS
Secretary, Agriculture & Horticulture
Government of Arunachal Pradesh