

N M D F C

राष्ट्रीय अल्पसंख्यक विकास एवं वित्त निगम

National Minorities Development &
Finance Corporation

**Grant-In-Aid Scheme
for Strengthening of SCAs of NMDFC**



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A. About the Scheme

- ❑ Ministry of Minority Affairs had launched Grant-In-Aid scheme during financial year 2007-08 for strengthening the SCAs of NMDFC.
- ❑ Aim of the scheme was to improve the delivery mechanism so as to bring about qualitative improvement in implementation of NMDFC schemes.

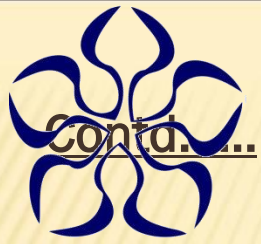


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- ❑ The assistance under the scheme is to be provided through the respective State Government/UT administrations.
- ❑ The grant under the scheme is to be shared between the Central Government & the State Governments in the ratio of 90:10.



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- Ministry of Minority Affairs had released Rs.1000 lacs under Grant-In-Aid scheme for the year 2007-08. Out of this Rs.864.39 lacs was released to SCAs & Rs.135.61 lacs was surrendered to the Ministry.
- The 1st installment of Rs.522.05 lacs was released to 27 SCAs of NMDFC and 2nd installment of Rs.342.34 lacs was released to 17 SCAs of NMDFC.
- An amount of Rs.254.64 lacs is still lying un-utilised with the SCAs out of Rs.864.39 lacs disbursed to the SCAs during 2007-08.



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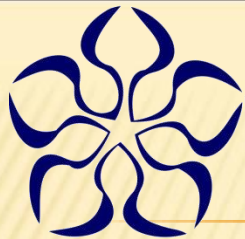
- ❑ The Ministry had allocated Rs.2.00 crores under Grant-In-Aid scheme for the year 2009-10.
- ❑ The allocations to the respective states has been made on the basis of ratio of minority population of the State to total minority population of the country. Allocation as approved by the Ministry was informed to all the SCAs.
- ❑ So far, only 8 SCAs have drawn an amount of Rs.31.81 lacs under the Grant-In-Aid scheme 2009-10.
- ❑ The Ministry has asked NMDFC to surrender un-utilised amount of Rs.168.19 lacs as the SCAs could not draw funds in time. NMDFC has requested the Ministry to give a fortnights' time so that cases of some SCAs which are in advanced stages of submission of UCs or endorsement from the respective State Govts could be considered for release.
- ❑ The other SCAs may also note if their cases could also be considered for release within a fortnight.



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- ❑ The SCAs should submit UCs through their respective State Government after due certification by the State Govt that the funds have been utilised by the SCA based on the provisions of Grant-In-Aid scheme & guidelines of the State Government.
- ❑ The duly verified UCs should reach NMDFC immediately for being considered for release of funds under GIA 2009-10, if the period is extended by the Ministry.
- ❑ The States who have not provided their 10% share under Grant-In-Aid scheme for the year 2007-08 may provide the same immediately. These states are Maharashtra, Manipur, Nagaland, Jharkhand & Uttranchal

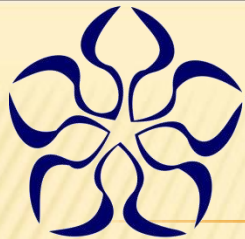


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B. ELIGIBLE ACTIVITIES

Activities	
<u>Infra-structure</u> Photocopier, Fax Machine, Other Office Equipments.	No Limit Specified
<u>Data Management</u> Computers/Printers & Related Accessories Purchase of New Software	Limited to 25% of Allocation
<u>Training</u> Training to beneficiaries Training to staff/officers	At least 10% of Allocation

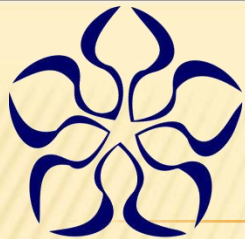


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B. ELIGIBLE ACTIVITIES

Activities	
<p><u>Advertisement & Publicity</u></p> <p>Advertisement in Regional Newspaper (approved by DAVP), Printing of Pamphlet/Brochures/Schemes, Application forms for beneficiaries, Banner/Signage/Hoardings for publicity purpose, Advt in Electronic media, Awareness camps, Seminars, conference, workshop, etc.</p>	Limited to 10% of Allocation
<p><u>Consultancy</u></p> <p>Impact/Review/Evaluation Studies, Techno Economic Surveys, Project Appraisal</p>	No limit specified
<p><u>Recovery Related</u></p> <p>Payment of wages to outsourced employees, taxi hiring, TA/DA to staff, POL, Legal Exp</p>	Limited to 30% of Allocation

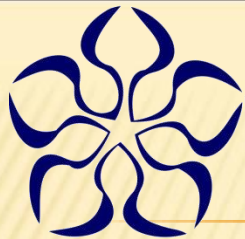


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Best practices for Proper Utilisation of Funds Under Grant-In-Aid scheme

- All purchases should be made either through Government Agencies at DGS&D rates & by following all codal formalities laid down by the State Government & other agencies to maintain maximum transparency.
- All assets purchased should be numbered & proper Asset Register should be maintained as per the norms laid down by Institute of Chartered Accountant of India.
- The SCAs should ensure that all the expenditure is within the jacketing laid down under the Grant-In-Aid scheme. Expenditure made beyond the laid down limit will not be considered as utilised & will have to be borne by the SCA from its own resources.
- Utmost care should be taken while utilising funds under the scheme. Expenditure should be made on areas which will help to enhance the capability of the SCA to increase its outreach. Expenditure on infrastructure should be made to reap long term benefits from the scheme.

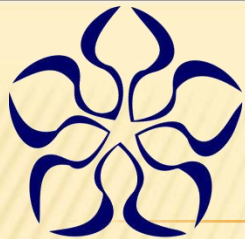


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Best Practices for Proper Utilisation of Funds Under Grant-In-Aid scheme

- All expenditure should be backed by proper vouchers & bills.
- All expenditure should be incurred prudently. Frivolous expenditure by purchasing high end items should be avoided.
- Claim for an expenditure should be sent only when complete payment has been made & asset/services realised by the SCA.
- Expenditure on consumables, stationery, maintenance of vehicles/assets & of recurring nature are not covered under the scheme & are thus not eligible expenditure under the Grant-In-Aid scheme.
- Skill development training to beneficiaries should be got conducted only through Government run institutes or Government recognised institute on the terms & conditions as approved & circulated by NMDFC to all the SCAs. Expenditure incurred on training through unrecognised institutes & beyond the approved norms will not be considered as eligible expenditure under the scheme.



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Best Practices for Proper Utilisation of Funds Under Grant-In-Aid scheme

- Advertisement should be made in local language so that awareness about the program can reach the targeted poor beneficiaries. The copy of the advertisement should have copies of the advertisements.
- Expenditure on consultancy should be for conducting impact studies/evaluation studies, Techno economic surveys, project appraisal of various schemes of NMDFC. It should not be utilised for preparing proposal for allocation of funds under GIA scheme, audit of accounts of the SCAs, etc. Expenditure made on these areas is not eligible expenditure.
- Expenditure on TA/DA, POL, Taxi Hiring, Out sourcing of employees should be made strictly on recovery purposes & the detail should be submitted in the prescribed format with full details.
- Claim should be submitted in the prescribed format in the first instance itself to avoid delay in release of further funds under the scheme.

THANK YOU