



State Cooperation Minister's Conference

8th & 9th September 2022

Government of Maharashtra

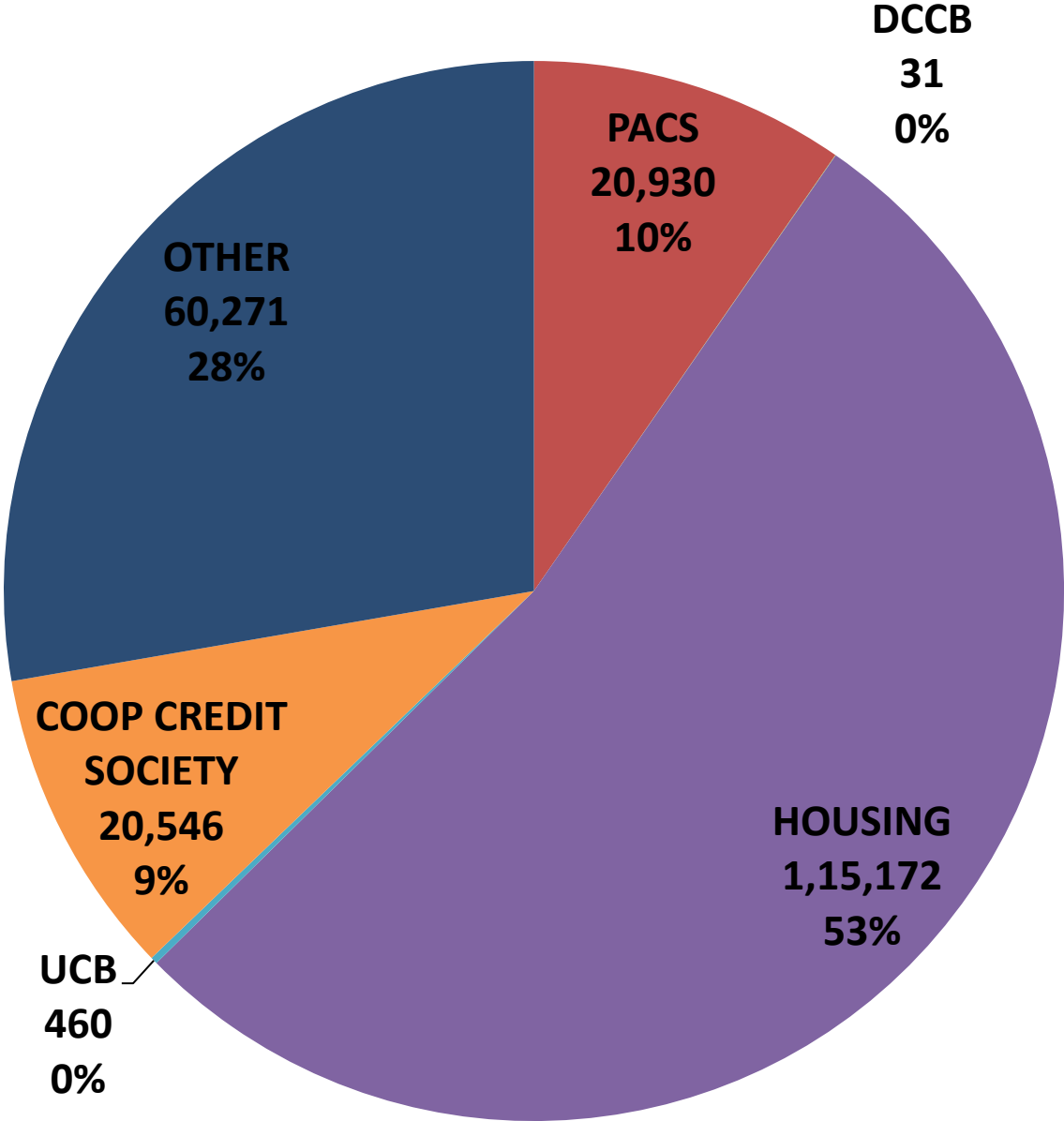


Cooperative Societies in Maharashtra



Total Cooperative Societies registered in the state

2,17,410





The inputs of Maharashtra state are as under

1. Establishment of Cooperative University at national level.
2. The accreditation and supervision of State Training Institutes with the National Cooperative University.
3. Short term and graduate courses to create a pool of talent in Cooperative sector.
4. The introduction of Cooperation at various forums like Samagra Shiksha and Gram Sabha.
5. Digitalization of various activities pertaining to the members through eServices initiatives to be supported by State laws.

National Cooperatives Database



- The National Cooperative Database – Analysis and formulation of policies
- State has offered comments on proposed national database formats
- Unique ID, compulsion of data entry and bilingual format
- MIS formulated for cooperative credit societies and urban cooperative banks
- Availability of funds for data entry
- Annually state publishes booklet involving database of all cooperative societies

Primary Agriculture Credit Co-Operative Societies (PACS)



- Total Societies - 20930 (22% of the Country)
- Some of the PACS are more than 100 years old
- Number of Members - 1.5 Cr.
- Total Crop loan disbursement – Rs.18500 Cr.(Kharif 2022)
- The Model by-laws since 2013 - Multifunctional
- Diversified activities undertaken by PACS –
 1. Agro – Storage Centers/Godowns
 2. Agro Processing Centers (Rice Mill)
 3. Consumer store
 4. Other Miscellaneous Activities - Flour Mill, RO Water Plant, Petrol Pump, Sale of Agri. Produce, Supply of seeds and fertilizers, Supply of Agri. machinery like Tractor, Drones etc.

PACS in every Panchayat



- Number of PACS in Maharashtra – 20,930
- Number of Revenue villages – 44,370
- Number of Gram Panchayats in Maharashtra – 27,869
- Viability of PACS based on financial positions will be a criteria for PACS registration
- Audit conducted for almost all PACS in the state
- Recovery initiative in the PACS supported by government machinery

Computerization of PACS



- Steps taken up by the State for Computerization of PACS in 3 years timeframe
 - Identification of 12000 PACS based on availability of Space, Manpower, Power, Connectivity
 - Audit of almost all the PACS completed
 - 4000 PACS selected for the first phase
 - State and District level committees are formed
 - Fund of Rs 51 Crore is allocated for first year
- Following changes in the policy are requested
 - Prioritize PACS in audit class A and B
 - Rs. 3,91,000 grant to be provided to PACS previously computerized as hardware/software is outdated

Action Plan for revitalization of defunct PACS



- Primary reasons for losses and imbalances in the PACS
 - Non recovery of dues in time
 - Mismanagement
 - Frauds
- PACS having recovery more than 50% are given managerial subsidy by state government
- State machinery assists in recovery of dues
- OTS proposed to reduce imbalances
- Implementation of AIF and PACS as MSC

Model Bylaws for PACS



- On the background of 97th constitutional amendment, the Govt. has formulated the model byelaws way back in 2013, to make the PACS multi functional in true sense.
- The existing bylaws of the State are very much in consonance with those proposed by GOI.
- The proposed bylaws - detailed comments are submitted to GOI.
- The salient points of these comments are mentioned below :
 - Area of operation of PACS
 - Eligibility, enrollment and expulsion of members
 - Voting rights of newly inducted member
 - Independent State Election Authority for elections
 - Appointment of auditors
 - Government nominee on Board of Directors

District Central Co-operative Bank (DCCB's)



- State has 31 DCCBs providing finance in agricultural sector.
- State is having a problem of imbalances (Rs. 4300 cr.) which is hampering the financial position of Banks and PACS
- OTS proposed to reduce imbalances in PACS
- Interest subvention for prompt repayment of crop loans at 0% rate of interest (up to Rs. 3 lakh).
- GoM providing one time incentive to farmers for prompt repayment of crop loans

Special initiatives by DCCBs



S.no.	DCCB	Initiatives
1	Raigad	1. Amalgamation of 563 unviable PACS into 127 viable PACS. 2. All PACS are fully computerised and manned by bank personnel.
2	Solapur	1. Direct finance to farmers in the areas of unviable PACS 2. Formation of large number of Joint Liability Groups (JLG) which proved very effective in micro finance.
3	Akola	The deployment and training of PACS Secretaries to ensure smooth functioning of PACS
4	Gadchiroli	Leader in SHG Finance in the tribal areas.

Agri. Export Policy for Maharashtra



- Under Agriculture Export Policy state has identified 21 clusters for different commodities
- Maharashtra State Agriculture Marketing Board is state nodal agency
- State contributes to 17% of country's total agricultural exports of the country

Schemes Proposed for Export Promotion



- Capacity building initiatives
- Infrastructure creation to facilitate exports
- Availability of export oriented planting material, development of marine products and post harvest management



Current Status of Organic Products of Maharashtra

- Maharashtra ranks 3rd in area under organic cultivation after Madhya Pradesh and Rajasthan.
- Area under organic cultivation is 3,71,798 Hectares
- Area certified for Organic Production
 - 2,19,659 Hectare certified
 - 1,52,063 Hectares under process of certification
- Organic crop production is 7,75,774 MTs
- Export worth Rs. 913 Crores foreign exchange

Expansion of Cooperatives to new areas



- Maharashtra - Highest number of Cooperatives among the states.
- Separate chapters in the State Act for Credit societies and Housing
- Housing Cooperatives – A better management mechanism for the members
- Deemed Conveyance initiative – Offering ownership of land and building
- Need for setting up more Cooperatives in health sector on the background of Covid pandemic
- New areas for scope of Cooperatives – Tourism, IT Enabled Services (ITeS), Power and Hospitality

Cooperative Credit Societies



- First State to have separate chapter in the State Cooperative Act for Cooperative Credit Societies.
- Highest number of Cooperative Credit Societies (20,000+) in the country, having deposits of Rs. 93,000 crore and Loans advances up to Rs. 1,00,000 crore.
- Regulatory Board – Monitoring of various financial parameters and conduct of cooperative credit societies
- Contributory scheme on the lines of DICGC to provide security to deposits. (Proposed)
- CIBIL membership to cooperative credit societies is essential



Uniformity in the State Cooperative Laws

- The uniformity in the State Cooperative Laws is required in the fields of :
 - Formation of society
 - Eligibility for membership
 - Constitution of Board of Directors
 - State Aid to societies
 - Elections and audit of the societies
 - HR Policy
 - Powers of General Body
- Maharashtra has enacted the MCS Act 1960 in which the various amendments were carried out so as to address the problems of various sectors like finance, housing, etc.

Prioritize Long Term Financing



- Requirement of long-term financing
 - Farm mechanization
 - Land development
 - High Tech Agriculture
- Annual credit plan for long term financing needed
- Effective implementation of land development and irrigation schemes along with AIF

Deemed Conveyance and Management of Co-Op. Housing Societies



- Highest number of registered Co-Op. Housing Societies in the country
- **Maharashtra Ownership Flats Act 1963 (MOFA)** – Conveyance of land and building to the District Deputy Registrar Cooperatives empower to issue certificate of Conveyance
- Good Governance and Dispute Free housing society campaign
 - Management of society as per legal framework
 - Implementation of innovative projects in the field of water and power saving, solid waste management and tree plantation
 - Mechanism for resolution of disputes at the local level

Government e-Marketplace (GeM Portal)



- Cooperative societies having Rs.100 crore plus turnover in the State – 229
- Onboarded cooperatives on GeM portal - 69
- All 40 District Deputy Registrars are appointed as District Cooperative Officers (DCO's) as verifying authority for on-boarding Coop Societies as buyers .
- Plan to onboard all cooperatives on GeM portal within 2 months

Co-operative Sugar Industry



- State's turnover in Sugar industry is approximately Rs. **1** Lakh Crores.
- The ranking of sugar mills made on the basis of FRP payment to Cane growers. This has resulted into **98%** in FRP payment in season 2021-22.
- Introduction of Cane Registration App '***Maha-Us Nondani***' which will facilitate in registration of Cane in transparent manner.
- In Season 2021-22 record break Sugar production of **138** Lakh tons of sugar.



Thank You