

Schemes for Handloom Sector

1) Publicity and propaganda

The main purpose of the scheme is to give wide publicity to Handloom industry and handloom products. The Handloom exhibitions are conducted under this scheme at District and State Level. A managerial & other expenditure incurred on exhibitions are carried out by the funds released under this scheme.

The Budget provision and expenditure since last five year is as follows.

(Rs. in lakhs)

Sr. No.	Year	Final Budget Provision	Expenditure	Achievement
1	2004-05	2.00	2.00	1 Exhibition
2	2005-06	17.00	17.00	2 Exhibition
3	2006-07	17.36	17.36	8 Exhibition
4	2007-08	135.00	135.00	6 Exhibition
5	2008-09	80.00	80.00	14 Exhibition

2) Awards to Handloom Weavers

The scheme is implemented independently on State and District Level. Previously the amount of prizes for State Level competition was Rs.1000/-, Rs.600/-and Rs. 400/- respectively for 1st prize, 2nd prize and 3rd prize and Rs.500/-, Rs.300/- and Rs. 200/- respectively for 1st prize, 2nd prize and 3rd prize for District Level Competition for traditional and not traditional clothes.

The scheme is modified to as follow vide Govt. G.R. dated Hatmag/2008/ Pra.Ka.97/ Tex-3/ Date 29.9.2008.

(Amount in Rs.)

Sr. No.	Details	Details of Prizes			Amount for conducting the competitions
		1 st Prize	2 nd Prize	3 rd Prize	
1	State Level Handloom Cloth competition (1 Place)	25,000/-	20,000/-	15,000/-	24,000/-
2	District Level Handloom Cloth competition (6 Places)	10,000/-	5,000/-	3,000/-	72,000/-
3	Handloom Cloth Competition for Scheduled Caste Weavers (5 Places)	10,000/-	5,000/-	3,000/-	60,000/-

The Budget provision and expenditure since last five years is as follows.

(Rs. in lakhs)

Sr. No.	Year	Final Budget Provision	Expenditure	Achievement
1	2004-05	--	--	---
2	2005-06	--	--	--
3	2006-07	--	--	--
4	2007-08	60.00	5.00	37 competitions
5	2008-09	6.72	6.24	11 competitions

3) Financial assistance to purchase/modernisation of Handlooms

The main purpose of the scheme is to provide financial assistance to purchase new handloom as well to modernize the handloom.

The Govt. is providing financial assistance 1/3 as subsidy and 2/3 as loan. Financial assistance provided by Govt. to purchase a frame loom Rs. 4,000/- and a Jacquard loom Rs. 8,000/- and for modernization Rs. 2500/-.

Budget provision and expenditure since last five years is as follow

(Rs. in lakhs)

Sr. No.	Year	Final Budget Provision		Expenditure		Achievement
		Loan	Subsidy	Loan	subsidy	
1	2004-05	0.50	0.50	--	--	--
2	2005-06	1.08	0.54	1.08	0.54	2 Societies
3	2006-07	0.08	0.04	--	--	--
4	2007-08	7.62	3.81	2.34	1.17	3 Societies
5	2008-09	3.05	1.52	3.05	1.52	2 Societies

4) Share capital and loan to Maharashtra State Handloom Corporation Ltd. Nagpur

Maharashtra State Handloom Corporation Ltd. Nagpur is an Apex organization and near about 4000 weavers attached to this organization. The Govt. is providing financial assistance in order to strengthen the M. S. H. C. financially. The share capital and loan is provided by keeping in view the planning, production programme & technical aspects of M. S. H. C. Ltd.

The budget provision and expenditure since last five years is as follow.

(Rs. in lakhs)

Sr. No.	Year	Final Budget Provision		Expenditure		Achievement
		Share capital	Loan	Share capital	Loan	
1	2004-05	41.75	--	41.75	-	1 (M.S.H.C.)
2	2005-06	200.00	--	200.00	--	1 (M.S.H.C.)
3	2006-07	200.00	--	200.00	--	1 (M.S.H.C.)
4	2007-08	220.00	1808.30	--	--	--
5	2008-09	220.00	--	220.00	--	1 (M.S.H.C.)

5) Share capital and loan to Apex Cooperative Societies

In order to strengthen the Apex Handloom Weavers Cooperative Societies Economically, the State Govt. provides financial assistance in the form of share capital and loan.

The budget provision and expenditure since last five years is as follows.

(Rs. in lakhs)

Sr. No.	Year	Final Budget Provision		Expenditure		Achievement
		Share capital	Loan	Share capital	Loan	
1	2004-05	10.00	--	10.00	-	--
2	2005-06	50.00	--	50.00	--	--
3	2006-07	--	--	--	--	--

4	2007-08	150.00	--	--	--	--
5	2008-09	150.00	--	--	--	--

6) Interest subsidy to central financing Institutions

The Central Financing Institutions/Banks which are providing working capital/credit limit at the concessional rate to the economically weak Handloom cooperative societies which are facing problems in production and Marketing of their products to such CFI/Banks are being provided interest subsidy @ 4.5% by the State Government.

The Govt. has accorded administrative approval to the said scheme till 31/3/2001. Onwards administrative approval is awaited.

The Budget provision of expenditure since last five years is as follows.

(Rs. in lakhs)				
Sr. No.	Year	Final Budget Provision	Expenditure	Achievement
1	2004-05	2.53	2.53	2 Banks
2	2005-06	0.10	0.10	1 Bank
3	2006-07	--	--	--
4	2007-08	114.72	61.98	2 Bank (28 H.W.C.S.)
5	2008-09	300.00	90.95	1 Bank

7) 50% outstanding loan to be paid by State Govt. to Handloom Weavers Co-operative Societies.

The State Government has taken decision vide G. R. dated 23/8/2004 that till the 50% of the actual outstanding amount lying with the Financial Institution/Banks till date 31/03/2004 on Primary Handloom Weavers Co-operative Societies, shall be paid by the State Govt. to concerned financing Institutions and the remaining 50% amount will be paid by the Handloom Weavers Cooperative Societies by rescheduling.

The District-wise demand under this scheme is as follows.

Sr. No.	District	Outstanding loan as on 31/3/2004		
		Loan	Interest	Total
1	Jalgaon	0.93	--	0.93
2	Pune	9.96	--	9.96
3	Sangli	22.70	6.49	29.19
4	Solapur	716.23	389.56	1105.79
5	Kolhapur	10.00	2.40	12.40
6	Nanded	14.80	1.83	16.63
7	Amravati	16.97	--	16.97
8	Nagpur	462.50	133.55	596.05
9	Bhandara	7.60	7.31	14.91
Total		1261.69	541.14	1802.83
50 % of the above total amount		630.84	270.57	901.41

There was budget provision of Rs. 43.74 lakh in the year 2008-09 but no expenditure incurred under this scheme.

8) HEALTH INSURANCE SCHEME

The Government of India has introduced Health Insurance Scheme with revised form for Handloom Weavers from the year 2009-10. The Health insurance scheme aims at financially enabling the weaver community to access the best of healthcare facilities in the country. The scheme is to cover not only the weaver but his wife and two children also for all pre-existing diseases as well as and keeping substantial provision for O. P. D.

Funding Pattern

- | | |
|---|------------------------|
| 1. Contribution by the Govt. of India | : Rs. 809.10 per annum |
| 2. Contribution by the Handloom weaver/State Govt.
(The minimum contribution by the weaver should be Rs.50/- per family even in cases where State Govt. are making contribution on his behalf) | : Rs. 179.20 per annum |
| 3. Total premium | : Rs.988.30 per annum |

Target

The Development Commissioner for Handlooms has fixed the target of 1500 weavers under the scheme for the year 2009-2010. As against the target, an achievement up to October 2009 is 745 weavers only.

9) MAHATMA GANDHI BUNKAR BIMA YOJANA

The Government of India has introduced Mahatma Gandhi Bunkar Bima Yajana for Handloom weavers from the year 2007-08. The basic objective of the Mahatma Gandhi Bunkar Bima Yojana is to provide enhanced insurance cover to the handloom weavers in the case of natural as well as accidental death and in cases of total or partial disability. This scheme also provides scholarship to the children of parents who are covered under it under Shiksha Sahayog Yojana. A scholarship of Rs. 300/- per quarter/child is to be paid to students studying in std. IX to XII. The benefit is restricted to two children of the member covered.

Funding Pattern

- | | |
|--|------------------------------|
| 1. L. I. C's Contribution | : Rs. 100/- per annum |
| 2. Contribution by the Govt. of India | : Rs. 150/- per annum |
| 3. Contribution by the Handloom weaver | : <u>Rs. 80/- per annum</u> |
| Total premium | : <u>Rs. 330/- per annum</u> |

Target

The Development Commissioner for Handlooms has fixed the target of 1000 weavers under the scheme for the year 2009-2010. As against the target, an achievement up to October 2009 is 165 weavers only.