

F. No.4-9/2021-DP (E-19690)
Government of India
Ministry of Fisheries, Animal Husbandry and Dairying
Department of Animal Husbandry and Dairying

Krishi Bhawan, New Delhi
Dated: 3rd August 2021

Subject: Administrative approval for implementation of Central Sector Scheme "National Programme for Dairy Development" from 2021-22

The undersigned is directed to convey the Administrative Approval towards implementation of restructured Central Sector Scheme "National Programme for Dairy Development (NPDD)" with an allocation of Rs 1790.00 crore from 2021-22 to 2025-26.

2. National Programme for Dairy Development (NPDD) aims to enhance quality of milk and milk products and increase share of organised procurement, processing, value addition and marketing. This scheme has two (2) components:-

(i) The **Component 'A'** focuses towards creating/strengthening of infrastructure for quality milk testing equipment as well as primary chilling facilities for State Cooperative Dairy Federations/ District Cooperative Milk Producers' Union/SHG run private dairy/Milk Producer Companies/Farmer Producer Organisations.

The committed liabilities of ongoing NPDD scheme approved till 31.03.2021 shall be met under the revised scheme during first two years i.e. 2021-22 & 2022-23 as per administrative approval issued at the time of approval of respective projects.

(ii) The **Component 'B'** provides financial assistance from Japan International Cooperation Agency (JICA) as per project agreement already signed with them. The central Government share in this project is proposed to be funded through NPDD.

2. A copy of the operational guidelines of NPDD (Component A & B) and brief description of activities to be taken up is **enclosed** herewith. The proposal may be prepared by furnishing requisite information as per prescribed factsheet and Annexure of the guideline. The project proposal of SIA duly recommended by State Government/SLTMC should be submitted to DAHD for consideration.

3. Implementation Mechanism:

3.1 At the apex level, there will be a Central Project Steering Committee (CPSC), headed by Secretary (AHD), GoI, which will provide policy and strategic support to the project, monitor the progress of approved projects of NPDD, consider annual action plans, give policy directions and shall have the authority to re-appropriate component-wise fund requirement in approved programmes, change the eligibility conditions and other terms and conditions of the agreements between stakeholders, implementation

arrangement and can change the composition of committees viz. CPSC and PSC.

3.2 Project Sanctioning Committee (PSC) headed by Secretary AHD, GoI will have the authority to sanction projects after appraisal by Dairy division of DAHD. PSC will have power for re-appropriation of funds within the components/within the approved sub projects, change norms and change unit cost of items of the project. PSC will be responsible for consideration of proposals received from/recommended by SLTMC.

3.3 At the State level, there will be a State Level Technical Management Committee (SLTMC), which will be headed by Additional Chief Secretary/Principal Secretary/Secretary/Commissioner of the State, comprising representative of DAHD, SRLM, State Dairy Federation and NDDB as members for effective implementation and to have synergy among the similar dairy development programmes implemented in the State. SLTMC must ensure that there is no duplication of activities and project area in the States.

4. Participating States/State Implementing Agencies will submit quarterly progress reports (QPR), annual report, audit reports etc along with utilization certificate dully signed by Administrative Secretary of the concerned Department of the State Government in the prescribed formats. In case of release of last instalment under the project, consolidated utilization certificate, Quarterly progress Report, audit expenditure statement may be submitted. State Level Technical Monitoring Committee (SLTMC) meetings shall be held regularly to review the progress of project under intimation to this Department. The funds released under the project will be subjected to AG Audit of the concerned State.

5. This issues with the approval of Secretary (AHD) vide Note#16 diary No.E-19690 dated 29.07.2021.

Yours faithfully,

Encl.: a/a



(Deepak Sethi)

Under Secretary to the Government of India

DEEPAK SETHI
Under Secretary
DAHD

Distribution:

1. Principal Secretary/Secretary, Department of Animal Husbandry/Dairy Development, All States and UT's
2. Advisor (PAMD), NITI Ayog, Agriculture Division, Yojana Bhawan, New Delhi
3. Chairman, National Dairy Development Board, Anand, Gujarat
4. Managing Director, Milk Federation, All States
5. Director, National Dairy Research Institute, Karnal, Haryana- 132001
6. Principal Accounts Officer, Ministry of Fisheries, Animal Husbandry & Dairying, Department of Animal Husbandry and Dairying, Jeevan Tara Building, Parliament Street, New Delhi-110001.