IWMP was initiated in the year 2008 with an aim "to restore the ecological balance by harnessing, conserving and developing degraded natural resources such as soil, vegetative cover and water and create sustainable livelihoods for asset less" in rain-fed areas with an objective of improving the livelihoods of community living in those areas by way of improving the production systems. The IWMP was merged with PMKSY as one of the component and renamed as PMKSY-WDC by the GoI from the year 2015-16.

In pursuance of convergence strategy i.e., proposed to converge/associate with line departments and organizations namely Agriculture, Horticulture, Animal Husbandry, Forestry, Fisheries, NREDCAP, SERP etc., with their programmes in improving livelihoods of communities in watershed areas.

As part of convergence strategy the Dept. of Agriculture is issuing the detailed guidelines for implementation of Farm Mechanization from time to time.

The slow progress and constraints in implementation of PSI component under PMKSY-WDC is discussed in detail in the DRDOs meeting held on 06/01/2018 and DRDOs of the opinion that the guidelines shall be revised as the flow of the funds is not forthcoming in Agriculture and other line Departments and activities shall be promoted directly.

Accordingly, it is decided to revise the funding pattern and guidelines for effective implementation of the PSI component.

The Department of Agriculture has issued the guidelines for the year 2017-18 can download from agriculture department website and approved price list shall be obtained from the district officers of the line departments concerned.
The revised funding pattern and guidelines are as here under:

<table>
<thead>
<tr>
<th>Categories</th>
<th>Earlier pattern</th>
<th>Revised pattern</th>
</tr>
</thead>
<tbody>
<tr>
<td>Category-I</td>
<td>30% Revolving Funds 50% Line Departments 20% Beneficiary Contribution.</td>
<td>60% Subsidy from PMKSY WDC-Fund &amp; 40% Beneficiary Contribution (Unit cost for Individual Maximum up to Rs.3.00 lakhs/ for group activity maximum up to Rs.25.00 lakhs)</td>
</tr>
<tr>
<td>Category-II</td>
<td>80% Revolving Fund with 30% back end subsidy: 20% Beneficiary Contribution</td>
<td>75% subsidy from PMKSY WDC-Fund &amp; 25% Beneficiary Contribution (unit cost maximum up to 1 lakh for SC/ST/SM/MF only)</td>
</tr>
<tr>
<td>Category-III</td>
<td>50% Subsidy (for whose families completed 100 days labour in MGNREGS during the previous year) and maximum Rs.5000/- per HH : 50% Beneficiary Contribution.</td>
<td>90% subsidy from PMKSY WDC-Fund &amp; 10% Beneficiary contribution (for whose family members of a family holdervcompleted 75 percentage days in MGNREGS during the previous year) maximum subsidy is Rs.15000/- per HH.</td>
</tr>
</tbody>
</table>

I. **Process of implementation and Execution:**

A. **Category-I:**

1. Funding pattern under this category shall be 60% as subsidy from PMKSY -WDC fund and remaining 40% shall be born as beneficiary contribution. Unit cost for Individual maximum Rs.3.00 lakhs/ for communities up to Rs.25.00 lakhs).
2. Under this category, activities which are identified by the line departments shall be implemented in convergence with such as Agriculture, Horticulture, Sericulture and Fisheries.
3. Beneficiaries shall be identified and approved by WS committee duly involving mandal level Line Department officials.
4. It is ensure that the 40% of contribution amount shall be furnished in shape of DDs in favour of DRDO,DRDA concern of any Nationalized Bank before sanctioning the unit.
5. Administrative Sanction shall be accorded by the DRDO,DRDA mentioning details such as WCC name, Project name, Batch, MWS name, PSI allocation, expenditure incurred so far, balance PSI funds available, name of the beneficiary, unit cost, beneficiary share, name of the firm, bank name , branch name and IFSC CODE etc....
6. WCC O/o DRDO,DRDA shall release the fund to firms/suppliers as per the sanction orders of DRDO,DRDA after supply of activity implements and production/ submission of beneficiary acknowledgement duly inspecting the activity/unit supplied, by PO/TO(I & CB).
7. Pricelist, Firms/ suppliers and unit cost activity wise approved by the concern Line Department shall be adopted and followed.
8. For the items/activity which are not in the list shall be placed before DPC and got approval.

B. Category-II:

1. Funding pattern under this category shall be 75% as subsidy from PMKSY-WDC fund and remaining 25% shall be born as beneficiary contribution. The unit cost or up to Rs.1.00 lakh per HH whichever is minimum
2. Under this category, activities which are identified by the line departments shall be implemented in convergence with such as Agriculture, Horticulture, Sericulture and Fisheries.
3. Beneficiaries shall be identified and approved by WS committee of which 30% shall be covered by SC/STs duly involving mandal level Line Department officials.
4. It is ensure that the 25% of contribution amount shall be furnished in shape of DDs in favour of DRDO,DRDA concern of any Nationalized Bank before sanctioning the unit.
5. Administrative Sanction shall be accorded by the DRDO,DRDA mentioning details such as WCC name, project name, Batch, MWS name, PSI allocation, expenditure incurred so far, balance PSI funds available, name of the beneficiary, unit cost, beneficiary share, name of the firm, bank name, branch name and IFSC CODE etc.,
6. WCC O/o DRDO,DRDA shall release 75% subsidy to Firms/ suppliers as per the sanction orders of DRDO,DRDA after supply of activity implements and production/submission of beneficiary acknowledgement duly inspecting the activity/unit supplied, by PO/TO(I & CB).
7. Pricelist, Firms/ suppliers and unit cost activity wise approved by the line departments shall be adopted and followed.
8. For the items/activity which are not in the list (i.e solar fencing, cotton pickers, solar buzzers for repelling wild pigs/birds, generators etc.,) shall be finalized through the DPC.
9. Rates shall be negotiated with the approved firms and those rated shall be competitive on par with prevailing market rate.

C. Category-III:

1. Funding pattern under this category shall be 90% as subsidy from PMKSY-WDC fund and remaining 10% shall be born as beneficiary contribution. Maximum Rs.15000/- per HH only.
2. Activities permitted under this category are those activities which are not covered by the line department list, but essential to the farmers can be taken up.
3. Beneficiaries belonging to SC/ST/SF/MF and the landless whose families have completed 75 days wage labour under MGNREGS during the previous year are eligible for 90% subsidy.
4. List is available in MCC in 75 days completed module. List of eligible HH shall be displayed at GP and also made available to the WS committee. Out of which interested HH shall be identified and finalized with the approval of WSC.

5. It is ensure that the 10% of contribution amount shall be furnished in shape of DDs in favour of DRDO,DRDA concern of any Nationalized Bank before sanctioning the unit.

6. Administrative Sanction shall be accorded by the DRDO,DRDA mentioning details such as WCC name, project name, Batch, MWS name, PSI allocation, expenditure incurred so far, balance PSI funds available, name of the beneficiary, unit cost, beneficiary share, name of the firm, bank name, branch name and IFSC CODE etc.,

7. WCC O/o DRDO,DRDA shall release 90% subsidy to Firms/ suppliers as per the sanction orders of DRDO,DRDA after supply of activity implements and production/ submission of beneficiary acknowledgement duly inspecting the activity/unit supplied, by PO/TO(I & CB).

8. Pricelist, Firms/ suppliers and unit cost activity wise approved by the line departments shall be adopted and followed

9. For activities other than those covered by the all line departments (i.e solar fencing, cotton pickers, solar buzzers for repelling wild pigs/birds, generators etc.) shall be finalized through the DPC.

10. Rates shall be negotiated with the approved firms and those rated shall be competitive on par with prevailing market rate.

II. DOCUMENTS TO BE MAINTAINED AT WCC:

1. Sanction proceedings of all categories issued by the DRDO, DRDA and details of the percentage of amount transferred to the beneficiaries and assets supply by the firms (photos covering asset and beneficiary).

2. WSC resolution for beneficiary selection duly involving the village/mandal level line departments officials and assets supplied by the firms (photos covering asset and beneficiary).

3. FTO of subsidy of all categories shall be filled.

4. Assets/units so supplied shall be verified periodically for its usability, sustainability by the TO-I&CB and POs.

5. TO-I&CB shall document the PSI activities and its outcomes every year (photos covering asset and beneficiary).

6. PO concern shall maintain the activity wise, batch wise, project wise, beneficiary wise asset register.

III. Instructions for implementation:

1. PSI component shall be spent as per the yearly targets so as to close the projects safely within the project period.

2. DRDO,DRDA shall map the PMKSY villages with ongoing schemes of all line departments and coordinate with all line departments to implement schemes in PMKSY villages.
Horticulture, sericulture, fisheries) coordinate with KVKs, RARS and NGOs etc.

4. DRDO are requested to complete the preparation of action plans for all Batches and accord sanctions with due approvals of WSC during the planning process.

5. All the activities taken up under PSI shall be well documented and inspected yearly once for its viability, sustainability, and benefits accrued by the farmers and watershed community with the PSI interventions.

6. DRDOs shall convene monthly convergence meeting with all line departments with specific agenda for grounding of PSI activities. TCS is requested to deploy the necessary software category wise including new activities, unit cost, funding pattern in all the WCCs in the state and for all the batches.

All the District Collectors & Chairman, DRDA of all PMKSY Districts are requested to conduct monthly convergence meeting with line departments (Agriculture, Animal Husbandry, DRDA, Horticulture, sericulture and Fisheries) and review the implementation of PSI activities from time to time.

Commissioner, RD

Copy to:
All District Collectors and Chairman of PMKSY-WDC districts
All DRDOs of PMKSY-WDC districts
All Addl. Project Directors, (WS) of PMKSY-WDC districts
The Joint Commissioner, EGS O/o CRD, Hyd
The Director, SSAAT, Hyderabad
The CVO, Hyderabad
The CEO, SERP, Hyderabad, TS
The Commissioner & Director of Agriculture, Hyderabad, TS.
The Commissioner & Director of Horticulture/Sericulture Hyderabad.
The Commissioner & Director of Fisheries, Hyderabad, TS.
The All District Agriculture officers of PMKSY districts in the State
The MD NREDCAP
The All District Horticulture/Sericulture/ officers concerned
The All District Fisheries officers Concerned of PMKSY districts in the State
The TCS, Hyderabad

Copy Submitted to:
The Principal Secretary, RD, Hyderabad, TS.