

**GOVERNMENT OF ORISSA
REVENUE & DISASTER MANAGEMENT DEPARTMENT**

No. R&REH-01/09(Pt.I) 28168 /CSR&DM,

Dated, Bhubaneswar, the 1st July '2011

From :

Shri R.K. Sharma, IAS
Commissioner-cum-Secretary to Government.

To

All Revenue Divisional Commissioners
All Collectors.

Sub: Guidelines for utilization of funds for periphery development.

Ref.: Letter No. R&REH – 49/04/33167 dated 21.08.2004

Madam/ Sir,

Project authorities of various industrial and other projects provide funds for periphery development. These funds are utilized for the projects approved by the Rehabilitation and Periphery Development Advisory Committees (RPDAC's). Instructions have been issued from time to time in the past regarding the manner of utilization of such funds.

2. The matter of prescribing comprehensive guidelines regarding the periphery area in which such activities could be taken up, the works/sectors which should be funded from the periphery development and the manner in which such projects should be executed was under consideration of Government for some time. After careful consideration, Government have been pleased to issue the following guidelines in this behalf.

3. (i) Periphery Area will not extend beyond the concerned District(s) in which the Project is located. Works will be taken up in the villages and GPs concerned in which the Project is located followed by Block and Revenue District. However, villages in which displaced families of the project are resettled shall also be included in the periphery area even if they are not situated within the concerned district(s). The RPDAC will specify the periphery area for each project as per these guidelines in which activities may be taken up from the periphery development fund.

(ii) Allocation of periphery development fund of a Project will be according to the following ratio:

Not less than 70% of the periphery development fund will be allocated for periphery development activities in the villages and concerned GP in which the Project is situated,

Not more than 20% of the periphery development fund will be allocated for periphery development activities in the rest of the areas of the concerned Block,

Not more than 10% of the periphery development fund will be allocated for periphery development activities in the rest of the areas of the concerned District.

However, RPDAC will have discretion to deviate from the above ratio in special circumstances for reasons to be recorded by RPDAC.

- (iii) Works from out of periphery development funds should normally be taken up only in the periphery area. However, infrastructure works may be taken up in institutions located outside the periphery area which cater to or are fed by the primary institutions situated in the periphery area or will directly benefit the villagers in peripheral area. The examples of such works could be infrastructure in the PHC/CHC/ other hospitals, High Schools/ Colleges/ higher level educational institutions etc serving the population of the periphery villages etc.
4. Approved Works: Works in the following sectors may be taken up from out of the periphery development fund:
- (i) Education: Construction of building, provision of infrastructure like drinking water, toilets, compound wall, furniture, equipment, playground etc for Primary, Upper Primary and higher level institutions
 - (ii) Drinking water: Piped water supply scheme may be preferred instead of tube wells.
 - (iii) Health: Construction of building, provision of infrastructure like water supply, toilets, equipment, furniture etc for dispensaries, Public Health Centre etc.
 - (iv) Irrigation: Creation of lift or minor irrigation sources, excavation of tanks.
 - (v) Agricultural extension work including horticulture, pisciculture and animal husbandry.
 - (vi) Pre-school education and care: Building and

infrastructure of Anganwadi centres, Creche etc.

- (vii) Electrification : Provision of transformer, street lighting, electrification of public places and school buildings etc.
 - (viii) Vocational Education : Infrastructure for Industrial Training Institute/Centre, other vocation training centres.
 - (ix) Sanitation and Sewerage
 - (x) Communication – provision of roads.
 - (xi) Environmental Protection : Plantation of trees, afforestation in wasteland, development of Gochar land
 - (xii) Livelihood Support : Construction of workshed/sale centres for production centres of SHG's, provision of machine/equipment for such activities
 - (xiii) Individual Beneficiary oriented activities: Distribution of corrective aids and appliances to physically challenged persons, distribution of cycles to school/college going girls etc.
5. (i) The objective of the projects should be to improve the physical quality of life of the residents of the peripheral area. Activities undertaken from these funds should bring about a perceptible and visible improvement in the periphery area.
- (ii) It is duty of the industrial/development project concerned to provide all amenities to the resettlement colonies of the project and any expenditure on such works undertaken for such

colonies should be an integral part of the R&R budget of the project authorities. Such works in resettlement colonies should normally be not treated as periphery development activities except in exceptional cases where the said work will substantially contribute to overall development of the entire periphery area and not just the colony.

6.

Maintenance of Assets:

- (i) While approving the work under the P.D.F., there should be a clear decision on the agency which will be responsible for maintenance and protection of the asset. For this purpose, the concerned companies/ Industries will be given two options. If the work will be executed by the project authorities, they should maintain and protect the assets created. If the work is executed by Government agency, that agency will maintain and protect the assets created and in that case funds required for capital maintenance of the assets for an appropriate period will be earmarked by RPDAC for availability at the time of requirement while approving the execution of the Projects.
- (ii) The agency concerned may then oversee the proper implementation and protection of the asset from the commencement of the work.
- (iii) The projects under Periphery Development Fund should be additionality for the peripheral area and should not result in less than the proportional or normative provision from out of government

schemes to the periphery areas. Thus projects for which Government funding is available or expected to be available within a reasonably short time should normally not be funded from the periphery development fund.

7. Execution of work : Execution of work may be entrusted preferably to an agency which may also maintain the asset. Wherever there are prescribed quality norms of engineering or other government departments (like tube well, road etc), such quality norms should be adhered to. There may be no objection to project authorities executing the projects through their own contractors or internal wings, if they have capability for execution/supervision of such projects. They should, however, maintain the assets for a minimum period of ten years. There should be effective supervision of the quality of execution of work by technical experts and monitoring by the RPDAC.

These instructions may be meticulously observed by all concerned. All project authorities should be encouraged to voluntarily contribute to periphery development fund and to take up appropriate activities for the development of periphery areas.

Yours faithfully,


Commissioner-cum-Secretary to Government



Memo No. 28169 /CSR&DM, Dt. 01.7.11

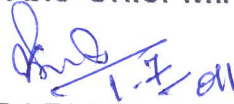
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 1.7.11

Director (R&R)&Ex-Officio
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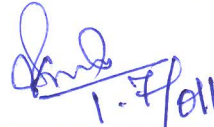
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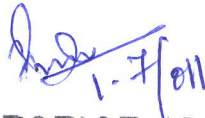
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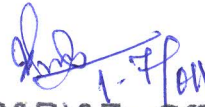
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Director (R&R)&Ex-Officio
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Director (R&R)&Ex-Officio
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