

MINISTRY OF DEVELOPMENT OF NORTH EASTERN REGION**DEMAND NO.29****Ministry of Development of North Eastern Region**

A. The Budget allocations, net of recoveries are given below:

(In crores of Rupees)

Major Head	Budget 2004-2005			Revised 2004-2005			Budget 2005-2006			
	Plan	Non-Plan	Total	Plan	Non-Plan	Total	Plan	Non-Plan	Total	
Revenue	1031.00	7.56	1038.56	1031.00	7.36	1038.36	1031.25	8.92	1040.17	
Capital	154.00	2.14	156.14	154.00	4.76	158.76	55.00	3.56	58.56	
Total	1185.00	9.70	1194.70	1185.00	12.12	1197.12	1086.25	12.48	1098.73	
1. Secretariat Services										
1.1 Secretariat - General Services	2052	...	2.77	2.77	...	2.77	2.77	...	3.25	3.25
1.2 Secretariat of NEC	2070	...	4.79	4.79	...	4.59	4.59	...	5.67	5.67
<i>Total</i>	...	7.56	7.56	...	7.36	7.36	...	8.92	8.92	
2. Schemes of North Eastern Council	2552	110.00	...	110.00	110.00	...	110.00	110.00	...	110.00
	3601	301.50	...	301.50	301.50	...	301.50	296.50	...	296.50
	7601*	33.50	...	33.50	33.50	...	33.50	...	...	...
<i>Total</i>	445.00	...	445.00	445.00	...	445.00	406.50	...	406.50	
3. Construction/ Improvement of Roads of Economic Importance	4552	5.00	...	5.00	5.00	...	5.00	5.00	...	5.00
4. Investments in Public Enterprises	4853	0.50	...	0.50	0.50	...	0.50	...	...	...
5. NonPlan Loans to North Eastern Handicrafts and Handlooms Development Corporation	6851	...	2.14	2.14	...	4.76	4.76	...	3.56	3.56
6. Grants to North Eastern Development Finance Corporation Ltd (NEDFi)	2885	24.50	...	24.50	24.50	...	24.50	22.33	...	22.33
7. Central Capital Investment Scheme	2885	...	...	...	...	...	...	0.01	...	0.01
8. Central Interest Subsidy Scheme	2885	...	...	...	...	...	...	0.01	...	0.01
9. Grants from Central Pool of Resources for North Eastern Region and Sikkim	3601	585.00	...	585.00	585.00	...	585.00	585.00	...	585.00
10. Loans from Central Pool of Resources for North Eastern Region and Sikkim	7601*	65.00	...	65.00	65.00	...	65.00	...	...	...
11. Advertising and Publicity	2250	5.00	...	5.00	5.00	...	5.00	5.00	...	5.00
12. Technical Assistance & Capacity Building	2250	5.00	...	5.00	5.00	...	5.00	12.40	...	12.40
13. Other Programmes	4552	50.00	...	50.00	50.00	...	50.00	50.00	...	50.00
Grand Total	1185.00	9.70	1194.70	1185.00	12.12	1197.12	1086.25	12.48	1098.73	
B. Investments in Public Enterprises	Head of Dev.	Budget Support	IEBR	Total	Budget Support	IEBR	Total	Budget Support	IEBR	Total
4.01 Sikkim Mining Corporation Ltd	12853	0.50	...	0.50	0.50	...	0.50	...	...	...
Total		0.50	...	0.50	0.50	...	0.50	...	...	...
C. Plan Outlay										
1. Non-Ferrous Mining and Metal Industries	12853	0.50	...	0.50	0.50	...	0.50	...	...	...
2. Industrial Financial Institutions	12885	24.50	...	24.50	24.50	...	24.50	22.35	...	22.35
3. Other Social Services	22250	10.00	...	10.00	10.00	...	10.00	17.40	...	17.40
<i>Total</i>	35.00	...	35.00	35.00	...	35.00	39.75	...	39.75	
State Plans										
1. North Eastern Areas	43601	500.00	...	500.00	500.00	...	500.00	461.50	...	461.50
2. Central Pool of Resources for North Eastern Region and Sikkim	43601	650.00	...	650.00	650.00	...	650.00	585.00	...	585.00
<i>Total</i>	1150.00	...	1150.00	1150.00	...	1150.00	1046.50	...	1046.50	
Total	1185.00	...	1185.00	1185.00	...	1185.00	1086.25	...	1086.25	

* Regarding BE 2005-06 provision under MH 7601 please see item No.8 in the Demand No.36 - "Transfer to State and Union Territory Government".

1.1 The provision is for expenditure of the Ministry of Development of North Eastern Region.

1.2 The provision is for expenditure of the Secretariat of North Eastern Council (NEC).

2. The North Eastern Council was set up under the North Eastern Council Act, 1971 to ensure integrated economic development of the eight States of North Eastern Region including Sikkim. The Headquarters of the Council is at Shillong.

3. This is carried out in the area through the Border Roads Organisation (BRO) which undertakes construction and also focuses on completing on-going road schemes.

5. North Eastern Handicrafts and Handlooms Development Corporation (NEHHDC) was set up in March 1977 to provide the developmental and promotional inputs for products and design development, training and upgradation of technologies and for marketing the finished products of the region not only within the country, but even abroad. Ministry provides loan to NEHHDC to cover its cash losses while undertaking the promotional activities like participation in exhibition etc.

6. North Eastern Development Finance Corporation Ltd (NEDFi) was incorporated under the Companies Act, 1956 on 9th August, 1995 with its registered office at Guwahati. NEDFi aims to catalyse economic development of the North Eastern Region by identifying financing and nurturing eco-friendly and commercially viable industrial, infrastructure and agro-horticultural projects in the Region. The Plan project provides for extending long-term interest free loan of Rs. 100 crore during the Xth Plan period. The provision is for extending soft loan to NEDFi during 2005-06.

7. The provision is for providing subsidy to industries located in the growth centers and to new industrial units in other identified areas of the NER and Sikkim.

8. The provision is for providing subsidy to the new industrial units in the NER and Sikkim after the unit goes into production.

9&10. The broad objective of the Central Resource Pool is to ensure the speedy development of infrastructure in the North Eastern Region and Sikkim by increasing the flow of budgetary financing for specific viable infrastructure projects/schemes in the Region. The provision is for funding the projects identified by the North Eastern States, which includes an amount of Rs. 100 crore for Bodoland Territorial Council (BTC).

11. The provision is for showcasing the potential of the region, enhancing transparency and increasing awareness of the activities of the Ministry.

12. The institutional capacity constraints of the States in the region in project formulation, project monitoring and evaluation etc., are expected to be addressed by the budget provisions for Capacity Building. The provision is for monitoring and evaluation of NLCPR projects, counterpart funding for externally-aided projects and project development activities apart from technical assistance to the State Government and implementing agencies to improve their level of performance.

13. The provision is for meeting the expenditure on increasing intra-region connectivity within the North Eastern States, by introducing 50 seater aircrafts, and for improvements of existing airports in the North Eastern Region with the help of Airport Authority of India Ltd.