

BY SPEED POST

**No.15-39(52)/08-09/AG
Government of India
Ministry of Social Justice and Empowerment**

Shastri Bhavan, New Delhi-110001.

Dated: 2/9/2008

To,

The President/Secretary,

(All NGOs receiving grant-in-aid under the Scheme for Integrated Programme for Older Persons)

Subject:- 5% cut on the grant-in-aid of the the NGOs from the financial year 2007-08 under the Scheme for for Integrated Programme for Older Persons.

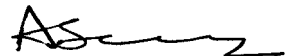
Sir/Madam

As you are aware, the Ministry is implementing various welfare schemes including the Scheme for f Integrated Programme for Older Persons through the Non-government Organizations and releases grant in aid to the extent of 90% of the approved project cost while remaining 10% is being borne by the Organization.

2. In order to enable the Voluntary Organizations to mobilize their own funds and reduce the dependency on the Government and become NGO in true sense, the Ministry had decided to impose 5% cut on grant-in-aid of the NGOs at two years interval from the financial year 2007-08 so as to bring down the level of assistance to 75% of the budgeted amount. The cut would be applicable to those NGOs having drawn grants from the Ministry for over seven years . However, for the projects located in rural areas this cut would not apply. The definition of rural area will be those areas, which fall under a Gram Panchayat (not being notified areas, Cantonment Board, Nagar Panchayat, Municipality or a Municipal Corporation).

3. It is, therefore, informed that in the cases where this cut is applicable but has not been applied in 2007-08, the extra amount of grant released for 2007-08 would be adjusted from the grant of the current financial year 2008-09.

Yours Faithfully,



(A. K Sachdeva)

Under Secretary to the Govt. of India