GOI's Revival Package for Short Term Cooperative Credit Structure

The Government of India (GoI) appointed a Task Force under the Chairmanship of Prof. A. Vaidyanathan in 2004 to analyse the problems faced by the rural cooperative institutions and to suggest an action plan for their revival.

The revival package was announced by GOI in January 2006 which encompassed:

a. Legal and institutional reforms
b. Measures to improve the quality of management
c. Financial assistance to bring the system to an acceptable level of health.

NABARD had been designated as the Implementing Agency for the Revival package at District, State and National level. The package had a financial outlay of Rs.13,596 crore with GoI share of recapitalization amounting to Rs. 9,245.28 crore. 25 States signed MoU with GOI and NABARD and 23 States implemented the Revival Package. Common Accounting System (CAS) and Management Information System (MIS) was introduced in PACS as part of the package.