

SPEED POST

DGT- 35/01/2017-PCT/ESDI-(Pt. -II)
Government of India
Ministry of Skill Development and Entrepreneurship
Directorate General of Training

Kaushal Bhawan, Pusa Road,
Delhi dated October, 09, 2018.

OFFICE MEMORANDUM

After appraisal of the Standing Finance Committee (SFC) on modifications and revision under the Scheme "Enhancing Skill Development Infrastructure in NE States" earlier known as "Enhancing Skill Development Infrastructure in NE States and Sikkim" at a revised cost of Rs. 420.24 crore in its meeting, held under the Chairmanship of Secretary, Ministry of Skill Development & Entrepreneurship on August 9, 2018, Hon'ble Minister of Skill Development and Entrepreneurship has approved it for continuation upto 31st March, 2020.

The memorandum of the Standing Finance Committee and minutes of the meeting is enclosed.

You are requested to send your proposal to the central monitoring unit for release of fund.


(Sanjay Kumar)
Director (Project)

Encl: Memorandum of SFC and Minutes of meeting

To,

1. Skill Development & Employment Generation, Govt. of Arunachal Pradesh, Udyog Sadan, C-Sector, Itanagar Papumpare, Arunachal Pradesh -791110.
2. Directorate of Employment & Craftsman Training, Govt of Assam, A. K. Azad Road, Rehabari, Guwahati, Assam -781008
3. Directorate of Employment & Craftsmen Training, Lower Lachumiere, Shillong - 793001
4. Commissioner (Labour), Directorate of Craftsmen & Training, Old Secretariat , Amphelpat, Imphal West -795004.
5. Department of Labour , Employment & Industrial Taining , Mizoram, Aizwal - 796001.
6. Directorate of employment & Craftsmen Training, Govt. of Nagaland, Kohima - 797001.
7. Director (I&C), Department of Industries & Commerce, Shilpudyog Bhawan, Gurkhabasti, Pt. Nehru Complex, Agartala - Tripura (West)-799006
8. CTSE, Skill Development & Entrepreneurship, Govt.of Sikkim, Room No.206, Shram Bhawan, Sokaythang, Gangtok-737102.

MSDE/DGT-35/01/2017-PCT/ESDI (Pt.-II)
Government of India
Ministry of Skill Development & Entrepreneurship
Directorate General of Training


New Delhi, dated 07/09/2018

OFFICE MEMORANDUM

Meeting of the Standing Finance Committee (SFC) for revision and continuation of the scheme titled "Enhancing Skill Development Infrastructure in NE States" was held under the Chairmanship of Secretary, MoSDE in Kaushal Bhawan, Karol Bagh, New Delhi on 9th August, 2018 at 12:00 Hrs.

The SFC forum has appraised the scheme for continuation and modification. The minutes of the SFC meeting are enclosed.

This is issued with the approval of Secretary, MoSDE.


(Sanjay Kumar)
Director (C&P)

To,

1. Secretary, Ministry of Finance, Department of Expenditure, North Block, New Delhi-110001.
2. Secretary, Ministry of Development of North Eastern Region, Vigyan Bhawan Annexe, Maulana Azad Road, New Delhi - 110011.
3. Secretary, Project Appraisal Management Division, NITI Aayog, NITI Bhawan, New Delhi - 110001.

Copy for information to:

1. PPS to Secretary, MoSDE
2. PPS to AS&FA, Ministry of Skill Development & Entrepreneurship, New Delhi.
3. PPS to Director General (Training).
4. Director, IFD, MoSDE.

Minutes of the meeting of Standing Finance Committee chaired by Secretary, MoSDE on appraisal of revision and continuation of the Centrally Sponsored Scheme titled "Enhancing Skill Development Infrastructure in NE States", on 9th August 2018 at Kaushal Bhawan, Karol Bagh, New Delhi.

Secretary, MoSDE welcomed all of SFC members to the meeting. He mentioned that a discussion with Secretary (Expenditure) has been carried out on the letter no 74(03)/PFC-II/2018 dated 8th August 2018 from the Department of Expenditure, Ministry of Finance. It was conveyed that Secretary, Expenditure has given his consent to carry out the SFC meeting.

1. Director General (Training) informed that Central Government does not provide fund for establishment of new ITIs in general. The NE States are being funded to establishment new ITIs as they do not have the necessary resources for the same. NE States are also lagging far behind in Skill Development Infrastructure in terms of presence of ITIs compared to the rest of India. To address this issue, establishment of new ITIs has been taken up under the scheme "Enhancing Skill Development Infrastructure in NE States and Sikkim".
2. It was informed that a visit schedule by officers of DGT will be prepared to inspect the ground reality of implementation of the scheme. It was also mentioned that the NE States do not have extensive industry presence. Hence many trainees, after completion of training migrate to other States having industries. Therefore, trades of local need should also be introduced in the New ITIs, so that the migration needs remains at minimum. If requirement arises, short terms courses can also be run in those ITIs for this purpose.
3. SFC was informed that substantial part of the mandate is yet to be fulfilled. Hence it was proposed that to enhance the cost of the scheme to Rs. 420.24 crore from Rs. 298.13 crore approved earlier and scheme continuation be allowed upto 31st March, 2020.
4. SFC was informed that to address the poor average (3079) of person per seat (number of people served by one seat) in comparison to the national average (424) the coverage of ITIs may be increased. Accordingly, number of new ITIs to be setup be revised to 34 from 22 as per earlier scheme as many districts in north east are underserved. Mizoram requested for introducing new courses in two ITIs of Lunglei and Saiha in their State. Hence, it was proposed to increase number of existing ITIs covered under the component "Upgradation of 20 ITIs by introducing 3 new Trades in existing ITIs", to 22 in place of 20 earlier.
5. To ensure effectiveness of scheme implementation, it was proposed to SFC to allow flexibility in scheme implementation and continuation of support staff and funding. SFC was requested flexibility of changing /altering any sub-component within the main components by State Governments within the Project Cost keeping the objective of individual components same with the approval of Central Monitoring Unit at DGT. Additionally, it was requested that flexibility of central monitoring unit at DGT may be allowed to allocate fund to States according to the specific requirement of individual States keeping the total outlay same in consultation with IFD.
6. It was also agreed that continuation of support (100% Central Share) to State Project Monitoring Unit (SPMU) be maintained. SFC allowed to continue

engagement of 3 Data Entry Operators (DEOs) and 1 Multi-Tasking Staff (MTS) on contract basis under the Central Monitoring Unit.

7. It was also informed that one ITI at Mamit in Mizoram has been provided civil infrastructure support by Ministry of Minority Affairs but it has no funds available for tools, equipment and other facilities to start the ITI. Hence additional fund of INR 2.31 crore may be provided for the purpose.
8. It was informed that there are 132 trades with NSQF compliance for the offering in ITIs. These new ITIs may introduce trades other than local needs as there may not be enough sectors available in the requirement of the locality because of limited presence of industry in NE States. Director, DoNER mentioned that Geo-location of all the project sites may be integrated with their apps, so that the locations may be available in public domain and anybody can report the progress with photographs. He also mentioned that the Horticulture, Handloom, Handicrafts, Tourism, Bamboo and Rubber sectors may be explored while selecting the trades. It was also agreed that the sectors mentioned by DoNER will be explored to develop industry relevant curriculum.

Secretary, MoSDE mentioned that rubber industry related course may be useful in Tripura.

9. AS&FA mentioned that the evaluation of the scheme may be taken on priority. It was also mentioned that priority should be given to the trades to be introduced in new ITIs as per local requirement.
10. At the end, after deliberations of the consensus, Members of Standing Finance Committee made the following recommendations: -
 - a) Enhance the cost of the scheme to Rs. 420.24 crore from Rs. 298.13 crore approved earlier and its continuation upto 31st March, 2020 along with the various components as envisaged earlier.
 - b) Number of existing ITIs covered under the component "Upgradation of 20 ITI by introducing 3 new Trades in existing ITIs" is revised to 22 in place of 20 earlier.
 - c) Number of new ITIs to be setup is revised to 34 from 22 as per earlier scheme.
 - d) Continuation of engagement of 3 Data Entry Operators (DEOs) and 1 Multi-Tasking Staff (MTS) on contract basis under the Central Monitoring Unit.
 - e) Continuation of support (100% Central share) to State Project Monitoring Unit (SPMU).
 - f) Flexibility of changing/ altering any sub-component within the main components by State Governments within the Project Cost keeping the objective of individual components same with the approval of Central Monitoring Unit at DGT.
 - g) Flexibility of central monitoring unit at DGT to allocate fund to States according to the specific requirement of individual States keeping the total outlay same in consultation with IFD.

- h) ITI building available in the aspirational district of Mamit of Mizoram State will be granted fund for tools and equipment, furniture and Diesel Generator Set to complete the project. The total amount will be restricted to Rs. 2.31 Crore with 90% Central and 10 % State share.
- i) Comments of Department of Expenditure, Ministry of Finance vide their OM number 74(03)/PFG-II/2018 dated 4th September 2018 (Annexure-III) will be adhered to during issue of sanction orders and implementation of the scheme.

The meeting ended with a vote of thanks to the chair.



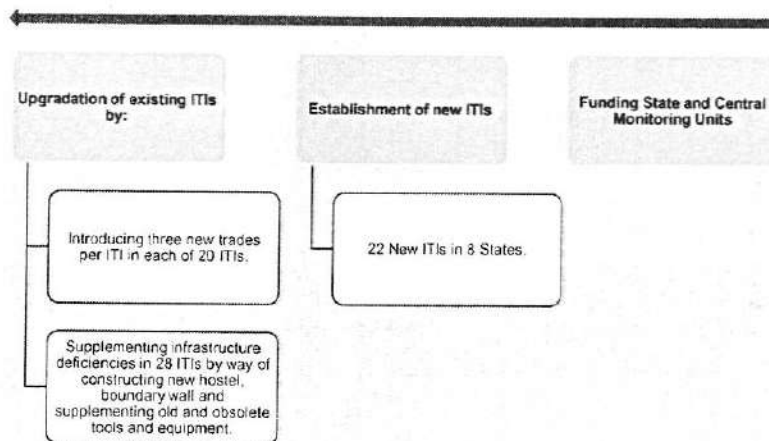
Centrally Sponsored Scheme

Enhancing Skill Development Infrastructure in NE States

Government of India
Ministry of Skill Development & Entrepreneurship
Directorate General of Training

SFC Meeting Presentation
August, 2018

Components of the Scheme



State wise ITIs covered

ITIs covered under Upgradation (by introducing three new trades per ITI in each of 20 ITIs)		
State	Existing ITIs covered	
	No	Location
Meghalaya	4	Sohra, Resubelpara, Nongstoin, Nongpoh
Manipur	3	Phaknung, Senapati, Takyel(W)
Assam	6	Jorhat, Srikona, Majuli, Guwahati, Nagaon, Silchar(W)
Tripura	1	Indra Nagar
Arunachal Pradesh	3	Yupia, Balinong, Dirang,
Nagaland	2	Dimapur, Kohima
Sikkim	0	Nil
Mizoram	1	Aizawl

ITIs under supplementing deficient infrastructure (Total 28)		
State	Existing covered ITIs	
	No	Location
Meghalaya	4	Sohra, Rasubelpara, Nongstoin, Nongpo
Manipur	8	Imphal, Phaknung, Senapati, Tamenglong, Ningthoukhong, Kakching, Chandel, Ukhrul
Assam	1	Lakhimpur
Tripura	1	Belonia
Arunachal Pradesh	3	Dirang, Roing, Tabanjo
Nagaland	5	Zuhenboto, Tuensung, Mon, Mokokchung, Kohima
Sikkim	3	Rangpo, Namchi, Gyashiling
Mizoram	3	Aizawl, Lunglei, Saiha

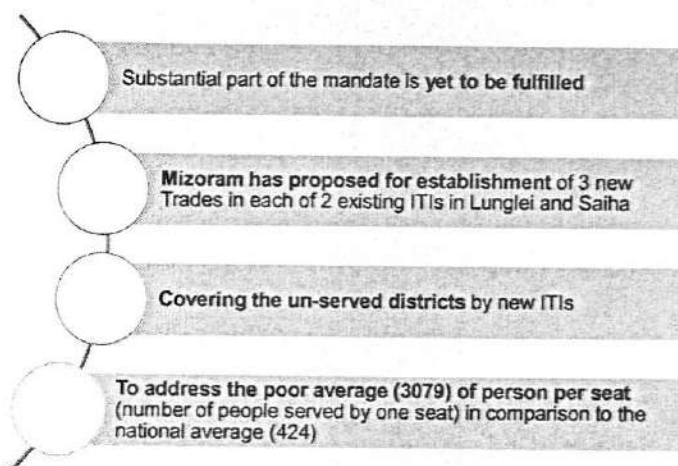
State wise Progress

Breakup of allocation and fund released so far (in INR Lakh)							
State	Allocation	Fund Released					
		Old#	New ITI	SPMU*	Gr. Total	UC Received	
Arunachal Pradesh	5020.79	1060.85	2013.20	36.18	3110.23	1858.55	
Nagaland	3163.39	1189.47	1221.11	36.98	2447.56	1809.48	
Sikkim	1534.22	308.20	634.63	42.36	985.19	718.78	
Manipur	3829.97	928.46	862.80	8.68	1799.94	1344.28	
Mizoram	3620.20	696.28	1869.91	22.94	2589.13	1399.20	
Meghalaya	2994.60	256.36	545.61	6.18	808.15	241.96	
Assam	6254.22	1019.88	1456.53	21.58	2497.99	616.52	
Tripura	3278.14	291.38	2554.17	39.02	2884.57	2115.14	
Total	29695.51	5750.88	11157.97	213.92	17122.77	10103.91	

Physical Progress						
Sl.	Component	Completed	Under progress	Yet to start	Not covered	Total
1	Construction of new ITIs	2	16	4	0	22
2	Upgradation of 20 ITIs					
2.a	Construction of classroom & workshop	9	09	2	0	20
2.b	Purchase of Tools	16	04	0	0	20
3	Supplementing Infrastructure Deficiencies in 28 ITIs					
3.a	Construction of Hostel	18	03	02	5	28
3.b	Construction of Boundary Wall	17	02	04	5	28
3.c	Purchase of Tools	19	04	0	5	28

#Old - Fund for existing ITIs, * SPMU: State Project Monitoring unit

Need for revision and continuation of the mandate



State-wise distribution of New and Revised ITIs

State wise location of new ITIs (Total 22 ITIs):				
State	New ITIs			
	No.	Location		
Meghalaya	2	Ampati, Mawkyrwat		
Manipur	2	Sekmai, Kangpokpi		
Assam	5	Nalbari, Bongaigaon, Jorhat, Tinsukia, Sonitpur		
Tripura	3	Gandacharra, Kanchanpur, Santirbazar		
Arunachal Pradesh	4	New Sagalee, Manipoliang, Mipang, Kanubari		
Nagaland	2	Dimapur, Peren		
Sikkim	1	Kawzing		
Mizoram	3	Champhai, Serchhip, Kolasib		

New ITI - State wise revision proposed				
Sl	State	Proposal received from States for Un-served districts	No. of ITIs	
			Pre-revised	Revised
1	Arunachal Pradesh	East Kameng, Anjaw, Tawang, Kurung Komey, West Siang, Upper Dibang Valley, Lohit, Tirap & Upper Siang	4	9
2	Assam	Nil	5	5
3	Manipur	Pherzawl & Noney	2	4
4	Meghalaya	East Jaintia Hills	2	3
5	Mizoram	Nil	3	3
6	Nagaland	Longleng & Kiphire	2	4
7	Tripura	Nil	3	3
8	Sikkim	Sokaythang & West Sikkim	1	3
			22	34

Existing and proposed revised cost (In INR Lakh):

Sl.	Component	Fund sharing (Center: State)	Latest approved cost	RCE	Variation (+/-)
1	Upgradation of 22 ITIs (earlier 20 ITIs)	1:0	4243.80	4668.18	(+)424.38
2	Supplementing deficient infrastructure in 28 ITIs.	1:0	3960.00	3960.00	0.00
3	Establishment of Project Management Unit at Central (CPMU) and eight State headquarters (SPMU).	1:0	708.62	864.56	(+)155.94
4	Establishment of 34 (earlier 22) new ITIs	9:1	20900.00	32300.00	(+)11400.00
	Total		29812.42	41792.74	11980.32

Issues proposed to be addressed in Aspirational districts-

Aspirational districts of NE States where there are no NCVT Affiliated ITI

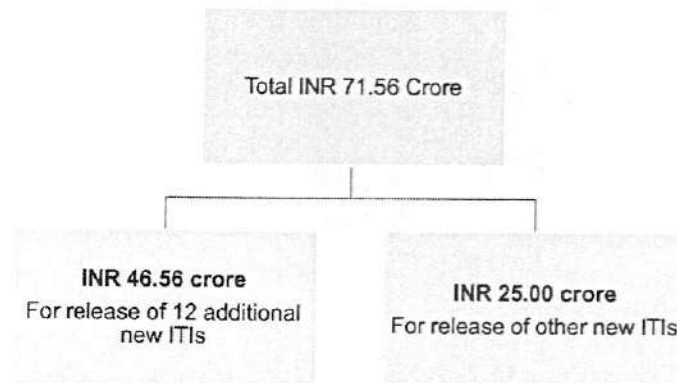
Sl.	State	District	Population	Present status
1	Arunachal Pr.	Namsai	81,704	Proposed to be one of the five additional ITIs proposed under the Scheme.
2	Assam	Baksa	9,50,075	1 ITI under construction from State plan.
3	Assam	Hailakandi	6,59,296	Has 1 SCVT affiliated ITI.
4	Manipur	Chandel	2,54,670	Has 1 ITI affiliated under SCVT and already covered under the scheme for up-gradation.
5	Meghalaya	Ribhoi	4,83,570	Has 1 SCVT ITI already covered under the scheme for up-gradation.
6	Mizoram	Mamit	1,42,930	One ITI building being constructed under MSDP scheme.
7	Nagaland	Kiphire	1,15,034	Proposed be covered under the Scheme.

Namsai District in Arunachal Pradesh will be covered by one of the 5 additional new ITIs.

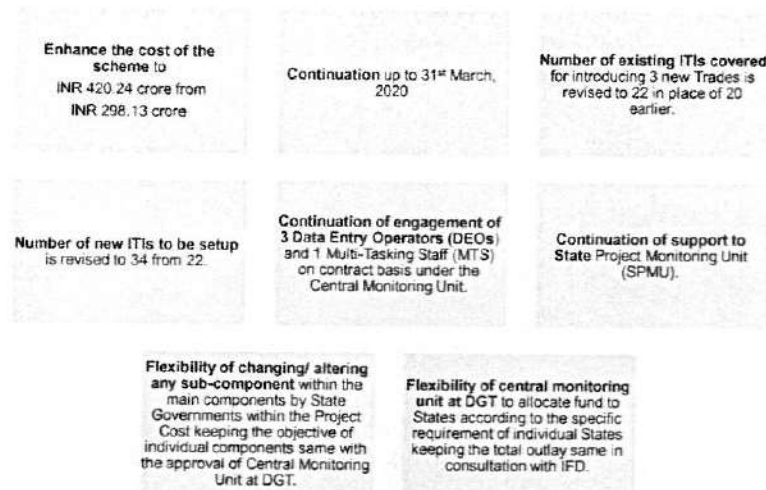
Kiphire district in Nagaland will be covered by one of the 2 additional new ITIs.

In Mamit district of Mizoram, Ministry of Minority Affairs is funding the ITI building only. An amount of Rs. 2.31 crore may be provided for procurement of equipment (Rs. 1.65 crore), Furniture (Rs. 0.55 crore) and Diesel Generator (Rs. 0.11 crore). Accordingly, total cost of the scheme will be Rs. 420.24 crore.

Current year requirement of fund



Appraisal on the following is sought from SFC



List of participants in the meeting of Standing Finance Committee chaired by Secretary, MoSDE on revision and continuation of the Centrally Sponsored Scheme titled “Enhancing Skill Development Infrastructure in NE States”, on 9th August 2018 at KaushalBhawan, Karol Bagh, New Delhi.

Sl.	Name	Designation
1	Dr. K. P. Krishnan	Secretary, MSDE
2	Ms. Sibani Swain	AS&FA
3	Rajesh Aggarwal	DG/JS
4	Shri Deepankar Mallick	DDG (C&P)
5	Shri Sanjay Kumar	Director (C&P)
6	Shri V. K. Sinha	Director (Finance)
7	Shri M. K. Gupta	Director (NITI Aayog)
8	Dr. Harmeet Singh	Director, M/o DoNER
9	Ms. Swati Sethi	JDT, DGT
10	Shri. N Ramesh Babu	DDT, DGT
11	Shri B. K. Mathur	US, (Fin.), MSDE
12	Shri Ashim Roy	ADT, DGT
13	Shri Amar Kumar	ADT, DGT
14	Shri Rajesh Meena	ADT, DGT
15	Ms. Charlotte Adeline	YP (NITI Aayog)

F. No. 74(03)/PFC-II/2018
Government of India
Ministry of Finance
Department of Expenditure

North Block, New Delhi
4th September, 2018

Office Memorandum

Subject: Comments on the draft SFC of "Enhancing Skill Development Infrastructure in NE States & Sikkim" and "Upgradation of Existing Government ITIs into Model it is" – reg

This has the reference of this department's O.M. of even number dated 08.08.2018 and Secretary, Ministry of Skill Development and Entrepreneurship's D.O. No. MSDE/DGT-35/04/2017-PCT/ESDI/Part-II/425 dated 10.08.2018 regarding the convening of SFC meeting of "Enhancing Skill Development Infrastructure in NE States & Sikkim".

2. The comments of Department of Expenditure are as under:

Scheme: Enhancing skill development Infrastructure in NE and Sikkim

I. Cost issues

- a) It may be ensured that there is no sanction or release of funds before land is made available by the State.
- b) MoU with States or private partner for maintenance by the Institute may be signed. A separate maintenance contract including annual white wash of building, repairs of all electrical nature, plumbing as required, maintenance of lawns, gardening, sports facilities etc. may be made part of the construction contract.
- c) Why are separate SPMUs and CPMUs being established? The concerned division can carry out the function. An IT-based monitoring system may be considered which will significantly reduce the costs.
- d) Convergence is possible with several schemes within the Ministry and with scheme of other Ministries. This may be explored.

II. Outcomes and evaluations

- a) An output-outcome framework for the scheme may be prepared, in similar to second scheme, in consultation with NITI Aayog and M/o Statistics and Programme Implementation, for each year, with targets, to form part of the

- SFC Memorandum. The objectives of the scheme may be linked to relevant Sustainable Development Goals according to the Direct Impacts created.
- b) Necessary mechanisms and instructions should be put in place in advance so that data collection necessitated by the preparation of measurable indicators for output and outcome, is facilitated.
 - c) How many of the aspirational districts figure in the list of new ITIs? It may be ensured that if any of these districts are still unserved by an ITI, sanction for the same may be granted.
 - d) It is seen that the Ministry has dismissed the requirement of a third party evaluation by IFD and also by DoE (through its OM dated 14.3.2018) as a "waste of time". Attention is drawn to Cabinet Secretariat's instructions mandating compulsory evaluation before a scheme is recommended for evaluation by appropriate authority. DoE, does not support continuation of the scheme without evaluation.

III. Scheme design

- a) Introduction of new trades must be with a view to fulfilling unmet needs and must be based on surveys/feedback showing demand for these trades.
- b) Given the low enrolment of women in ITIs, it may be ensured that trades popular with women candidates are also included. Other specific efforts to increase enrolment, including publicity drives, education fairs in campuses etc.
- c) In terms of recent instructions issued by Cabinet Sectt., specific physical and financial mile stones with corresponding half-yearly targets for their implementation may be provided. In the event of any slippage from adherence to these specific target at the end of every six months, SFC would need to be apprised of the reasons for slippage along with strategy to achieve the targets
- d) Accessibility features must be provided in all new constructions. Old buildings must be retrofitted. This must be adhered to irrespective of the presence / absence of any student with disabilities.
- e) Possibility of disbursal linked indicators may be explored for new hostels.
- f) Full justification may be provided for the requirement of additional manpower.
- g) A compulsory module in entrepreneurship may be added to all existing courses to provide capacity building for self-employment.
- h) Training / attachment with industry may be made essential.
- i) A compulsory module in entrepreneurship may be added to all existing courses to provide capacity building for self-employment.
- j) Training / attachment with industry may be made essential.

IV. General Issues

- a) This scheme is only one component of the vertical Apprenticeship and Training, which is part of the umbrella PMKVY. It is not clear why the entire vertical was not appraised as a whole by EFC rather than by conducting separate SFC s for its components.
- b) Since the scheme has a specific mandate of establishment and upgradation of ITIs, it may be ensured that the task is completed within the stipulated time and a sunset date indicated for the scheme.
- c) The scheme may be continued upto March 2020 to make it co-terminus with the 14th FC cycle. Cost may be revised accordingly.

Scheme: Upgradation of existing it is into Model it is

I. Outcomes and evaluations

- a) On what basis the baseline of Key Performance Indicators (KPIs) has been fixed? If the Ministry thinks appropriate, the same may be revised with due reason because these baselines will play an important role in judging the performance of individual ITI.
- b) Summary report on Key Performance Indicators (KPIs) for every ITI separately may be placed before the SFC every year to have a better review and the analyst may suggest the measure with reasons if the indicator fell below the baseline.
- c) The reply given by M/o SDE to point 4 (page 68) of the comment furnished by D/o Expenditure is not satisfactory. The answer should specifically answer "whether a statistical significant difference has been recorded in terms of these outcomes due to the specific contribution of training provided by ITI". Infact for all Key Performance Indicators (KPIs), a statistical significance test may be designed.
- d) Summary report available in response to point 10 of comments furnished by D/o Expenditure may be made available to D/o Expenditure.


II. Scheme design

- a) The definition of pass percentage proposed should be calculated (point No. 11 on page 71) based on the number of students appeared in the examination not on the seating capacity of any ITI.

III. General Issues

- a) Specific timelines for completion of work is not mentioned. M/o MSME may fix the timelines for every ITI based on the month of release of funds to the State.

- b) It seems the work in ITI Barbil in Orissa is ahead in comparison to other ITIs as it utilised more than 51% of the funds released and 90% of funds has been released against sanction. As soon as it gets completed, the same may be communicated to D/o Expenditure.
 - c) Savings identified of one State may be reallocated to other State only under the sanctioned project cost only.
 - d) The contact details of the employer (including trainees) may be maintained by every ITIs, and the same be rolled out to Ministry, so that a major database of employer may be created in order to use them in other schemes of the M/o SDE.
3. Ministry of Skill Development and Entrepreneurship is requested to take into consideration the comments of this Department in order to finalize the process of approval and appraisal of the two SFCs as per standard procedure. It may also be ensured that when the scheme of Pradhan Mantri Multi Skill Training Institutes (PM-MSTIs) is brought for appraisal before the Expenditure Finance Committee, it may be designed as an Umbrella scheme of ITIs wherein PM-MSTI, ITIs in NER & Upgradation of ITIs and any other scheme dealing with ITI, are brought in as separate components.
4. This issues with the approval of Secretary (Expenditure).


(Puspendra Singh)
Dy. Director (PFC-II)
☎ (011) 2309-5640

Secretary,
Ministry of Skill Development and Entrepreneurship
2nd Floor, Shivaji Stadium Annexe Building,
Shaheed Bhagat Singh Marg, New Delhi - 01

Copy to:

- 1. NITI Aayog
- 2. Secretary, Ministry of Statistics and Programme Implementation
- 3. AS&FA, Ministry of Skill Development and Entrepreneurship

No. DGT-35/01/2017-PCT/ESDI
Government of India
Ministry of Skill Development & Entrepreneurship
Directorate General of Training

New Delhi, dated 02.08.2018

SFC MEMORANDUM

1. Scheme outline

1.1. Title of the scheme

Earlier: "Enhancing Skill Development Infrastructure in NE States & Sikkim"

Proposed: "Enhancing Skill Development Infrastructure in NE States" as Sikkim is already a part of Northeast India.

1.2. Sponsoring Agency (Ministry/ Department/ Autonomous Body or Undertaking)

Directorate General of Training (DGT), Ministry of Skill Development and Entrepreneurship.

1.3. Total Cost of the Proposed Scheme

Rs. 417.93 crore.

1.4. Proposed duration of the scheme

Original / latest approved:

- Original approved (date 02.02.2011)– From 2nd February 2011 to 31st March 2013.
- Subsequent Approval (date 16.08.2013) upto 31st March 2017.
- Latest approved (date 05.01.2015) upto 31st March 2017.

Revised duration being proposed now:

- Yes, the revised duration is proposed upto 31st March 2020.

1.5. Nature of the scheme: Central Sector Scheme/ Centrally Sponsored Scheme
Centrally Sponsored Scheme

1.6. For Central Sector Schemes, sub-schemes/ components, if any, may be mentioned. For Centrally Sponsored Schemes, central and state components, if any, may be mentioned.

Component-wise fund sharing between Center and State is given below:

Sl.	Component	Central share %	State Share %
1	Upgradation of 22 ITIs (earlier 20 ITIs)	100	0
2	Supplementing deficient infrastructure in 28	100	0
3	Establishment of Project Management Unit at Central (CPMU) and eight State headquarters (SPMU)	100	0
4	Establishment of 34 (earlier 22) new ITIs IN 8 States	90	10

1.7. Whether a New or a Continuing Scheme? In case of a Continuation Scheme, whether the old scheme was evaluated and what were the main findings?

This is a continuing scheme. As significant part of the mandates under the scheme is yet to be fulfilled, the scheme is proposed to be continued.

The details of parts of mandate still remaining unfulfilled are given below:

Sl.	Component	Completed	Under progress	Yet to start	Not covered	Total
1	Construction of new ITIs	2	16	4	0	22
2	Upgradation of 20 ITIs					
2.a	Construction of classroom & workshop	9	09	2	0	20
2.b	Purchase of Tools	16	04	0	0	20
3	Supplementing Infrastructure Deficiencies in 28 ITIs					
3.a	Construction of Hostel	18	03	02	5	28
3.b	Construction of Boundary Wall	17	02	04	5	28
3.c	Purchase of Tools	19	04	0	5	28

The scheme envisages upgradation of existing ITIs and establishment of new ITIs, which are the part of the Craftsmen Training Scheme (CTS) under the National Council of Vocational Training (NCVT).

The National Council for Vocational Training, an advisory body, was set up by the Government of India in 1956 (the then National Council of Training in Vocational Trades—NCTVT). The Council has been entrusted with the responsibilities of prescribing standards and curricula for craftsmen training, advising the Government of India on the overall policy and programmes, conducting All India Trade Tests and awarding National Trade Certificates.

The Council functions as a central agency to advise the Government of India in framing the training policy and coordinating vocational training throughout India.

The institutes upgraded and established will be the part of more than 13000 such institutes throughout the country and contribute to the age-old robust system of long term skill development in one of the most un-served part of the country – the Northeastern India.

There are districts in remote Northeastern region of the country, where there exists no infrastructure for skill development in terms of Industrial Training Institutes (ITIs). As requested by State Governments, it is proposed to establish 12 more ITIs in 12 such un-served districts.

The details about the initial outlays, subsequently revised outlays (including all previous RCEs sanctioned with amount / date and reasons) and the latest proposed outlays are given below:

	Original SFC (March 2010)	Revised SFC (August 2013)	Revised SFC (January 2015)	RCE as proposed now
Cost (Rs. in crore)	57.39	149.80	298.13	417.93
Duration	Till March 2013	Till March 2017	No change	Till March 2020
Changes made in components		<p>a) Added new component for establishment of 14 new ITIs in 7 States @ Rs. 6.22 crore per ITI.</p> <p>b) Total cost of Central and State monitoring units revised to Rs. 7.09 crore in place of earlier Rs. 2.94 crore.</p>	<p>a) Establishment of 22 new ITIs in 8 States @ Rs. 9.50 crore per ITI.</p> <p>b) Cost of other components for existing ITIs increased by 10%.</p> <p>c) Introduction for a new subcomponent for construction of retaining wall in existing and new ITIs.</p> <p>d) Total cost of Central and State monitoring units revised to Rs. 7.09 crore in place of earlier Rs. 8.24 crore.</p>	<p>a) 2 existing ITIs in Mizoram are proposed to be covered under upgradation component. Revised cost of this component is Rs. 46.68 crore from Rs. 42.44 crore earlier.</p> <p>b) Establishment of 34 new ITIs in place of earlier 22 in 8 States @ Rs. 9.50 crore per ITI.</p> <p>c) Total cost of Central and State monitoring units revised to Rs. 8.65 crore in place of earlier Rs. 7.09 crore.</p>
Reason		<p>Substantial part of the mandate under the scheme required to be fulfilled beyond the stipulated time.</p> <p>The total number of ITIs in the North Eastern States and Sikkim was 67 having total seating capacity 11012. The population of NE States and Sikkim is 47460975. This means that for 4310 people, in the region there is one seat in the ITIs. The national average on the other hand is much better at 986 persons per seat. The establishment of more new ITIs is therefore proposed to increase seating capacity to bring the region closer to the national average.</p>	<p>Substantial part of the mandate under the scheme required to be fulfilled beyond the stipulated time.</p> <p>The approved layout is meant to improve the seating capacity for skill training. The previous effort was limited due to fund constraint.</p> <p>Number of new ITIs to be established has been increased to 22, so that the NE region may progress further towards the national average of number of persons served by one seat of an ITI.</p> <p>The requirement of Retaining wall was realized during visit of DGT and IFD officials in NE States and the same was included as a subcomponent.</p> <p>The cost of pre-revised scheme was estimated in 2010. Hence 10% increase was proposed as it was yet to be completed in all the states.</p>	Given below

Reason for Third (Current) revision is:

- Substantial part of the mandate under the scheme is yet to be fulfilled.
- Mizoram has proposed for establishment of 3 new Trades in each of 2 existing ITIs in Lunglei and Saiha due to increased demand. Hence, number of existing ITIs covered under the component "Upgradation of 20 ITI by introducing 3 new Trades in existing ITIs" is revised to 22 in place of 20 earlier.
- There are many districts where there is no ITI. States have also requested for establishment of new ITIs in these un-served districts. Proposal for following districts have been received from States and yet to be covered under the scheme:

Sl	Name of the State	Proposal received for Un-served districts	No. of ITIs added in revised scheme	No. of ITIs in pre-revised scheme	Total no. of new ITIs (4+5)
(1)	(2)	(3)	(4)	(5)	(6)
1	Arunachal Pradesh	East Kameng, Anjaw, Tawang, Kurung Kumey, West Siang, Upper Dibang Valley, Lohit, Tirap & Upper Siang.	5	4	9
2	Assam	Nil	0	5	5
3	Manipur	Pherzawl & Noney	2	2	4
4	Meghalaya	East Jaintia Hills	1	2	3
5	Mizoram	Nil	0	3	3
6	Nagaland	Longleng & Kiphire	2	2	4
7	Tripura	Nil	0	3	3
8	Sikkim	Sokeythang & West Sikkim	2	1	3
			12	22	34

Hence, number of new ITIs proposed to be established is revised to 34, compared to the earlier 22.

- At present, the person per seat (number of people served by one seat) is very poor in NE States (3079) in comparison to the national average (424). A table showing State-wise details of present seating capacity and the seating capacity after implementation of the project are given below:

Sl	State	As per NCVT MIS portal data on 13.04.2017		Population (Census 2011)	Person / Seat	Seat added through the scheme	Total seat after project	Revised person / seat
		Total ITIs	Total No. of Seats					
1	Arunachal Pr.	6	1477	1383727	937	1080	2557	541
2	Assam	30	6948	31205576	4491	860	7808	3997
3	Manipur	1	288	2855794	9916	580	868	3290
4	Meghalaya	7	1192	2966889	2489	540	1732	1713
5	Mizoram	3	1018	1097206	1078	480	1498	732
6	Nagaland	2	267	1978502	7410	520	787	2514
7	Sikkim	3	809	610577	755	300	1109	551
8	Tripura	15	2867	3673917	1281	360	3227	1138
	NE Total	67	14866	45772188	3079	4720	19586	2337
	India	13353	2852708	1210854977	424	4720	2857428	424

The above table shows that one seat of an NCVT affiliated ITI serves for 424 people for entire India, while it is much poor for NE States with 3079 persons. The same will be improved to 2452 persons per seat after successful implementation of the scheme.

1.8. Whether in-principle approval is required? If yes, has it been obtained?

In-Principle approval was already obtained during formulation of the original scheme.

1.9. Whether a Concept Paper or a Detailed Paper has been prepared and stakeholders consulted? In case of new Centrally Sponsored Scheme, whether the State Governments have been consulted?

Concept note was prepared during formulation of original scheme. Before continuation of the scheme, State Governments were consulted. Based on their comments, necessary amendments have been made.

1.10. Which existing schemes/ sub-schemes are being dropped, merged or rationalized?

NIL

1.11. Is there an overlap with an existing scheme/sub-scheme? If so, how duplication of effort and wastage of resources are being avoided?

There is no duplication of efforts.

1.12. In case of an umbrella scheme (program) give the details of schemes and sub-schemes under it along with the proposed outlay component-wise.

NOTE: It may kindly be noted that the word scheme here is used in a generic sense. It includes programs, schemes and sub-schemes, which, depending on need, can be appraised and approved as stand-alone cost centres.

The instant scheme is a component under the sixth vertical (Apprenticeship and Training) under the umbrella scheme "Pradhan Mantri Kaushal Vikash Yojana (PMKVY)". The details of sub-components under the scheme "Apprenticeship and Training" may be seen at Appendix - I.

2. Outcomes and Deliverables

2.1. State aims and objectives of the scheme

The proposed four components are:

1. Upgradation of 22 ITIs by introducing three new trades per ITI;
2. Supplementing infrastructure deficiencies in 28 ITIs by constructing new hostel, boundary wall and supplementing old and obsolete tools and equipment;
3. Funding Monitoring Cells at Central & State Level; and
4. Establishment of 34 New ITIs in 8 States

2.2. Indicate year-wise outputs/ deliverables in a tabular form.

Component	Year 1		Year 2 & so on		Total	
	Physical	Financial	Physical	Financial	Physical	Financial
1,2,3, & so on						

Year-wise Financial target is given below:

Component	Year-wise Financial Target (Rs. in lakh)										
	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	Total
Upgradation & Deficient Infrastructure	1239.53	542.23	1670.98	535.96	661.00	179.74	921.44	500.00	1150.00	1227.30	8628.18
New ITIs (90% Central and 10% State Share)	0.00	0.00	0.00	3749.67	1622.67	1558.10	2589.22	4000.00	9000.00	9780.34	32300.00
CPMU	0.00	15.00	15.00	10.00	15.00	15.00	20.00	28.16	28.16	28.16	174.48
SPMU	41.28	0.00	88.24	43.26	11.14	0.00	30.00	158.72	158.72	158.72	690.08
Total	1280.81	557.23	1774.22	4338.89	2309.81	1752.84	3560.66	4686.88	10336.88	11194.52	41792.74

State wise breakup of new ITIs to be established and fund released so far (includes release of Rs. 1474.60 lakh during the grace period of 2017-18 after the termination date of 31st march 2017):

(Rs. in Lakh)							
Sl	State	Allocation	Fund Released				UC Received
			Old#	New ITI	SPMU*	Gr. Total	
1	Arunachal Pradesh	5020.79	1060.85	2013.20	36.18	3110.23	1858.55
2	Nagaland	3163.39	1189.47	1221.11	36.98	2447.56	1809.48
3	Sikkim	1534.22	308.20	634.63	42.36	985.19	718.78
4	Manipur	3829.97	928.46	862.80	8.68	1799.94	1344.28
5	Mizoram	3620.20	696.28	1869.91	22.94	2589.13	1399.20
6	Meghalaya	2994.60	256.36	545.61	6.18	808.15	241.96
7	Assam	6254.22	1019.88	1456.53	21.58	2497.99	616.52
8	Tripura	3278.14	291.38	2554.17	39.02	2884.57	2115.14
	Total	29695.51	5750.88	11157.97	213.92	17122.77	10103.91

#Old - 1st two components under the scheme

* SPMU - State Project Monitoring Unit

Physical targets and achievements may be seen at Para 1.7.

2.3. Indicate outcomes of the Scheme in the form of measurable indicators which can be used to evaluate the proposal periodically. Baseline data or survey against which such outcomes should be benchmarked should also be mentioned.

The outcome of the scheme which can be measurable and monitorable by central monitoring unit is number of seats added for long term Skill Training under Craftsmen Training Scheme (CTS).

The number of seats to be added per ITI is 100 by introducing 5 trades. A total of 3400 seats will be added in 34 new ITIs to be established. A total of 4720 seats (3400 in new ITIs + 1320 in 66 new trades in 22 existing ITIs) will be increased as an outcome of the project.

The increase in skilled workforce due to increase in seat can be measured at state level as these ITIs will be in control of State Govt., after starting of training.

2.4. Indicate other schemes/sub-schemes being undertaken by Ministries/Departments which have significant outcome overlap with the proposed scheme. What convergence framework have been evolved to consolidate outcomes and save public resources?

- A. Skill Development in 47 Districts Affected by Left Wing Extremism – The scheme envisages establishment of 47 new Industrial Training Institutes (ITIs) in 47 districts affected by Left Wing Extremism in 10 States. This scheme does not cover the Northeastern region.
- B. Upgradation of existing Government ITIs into Model ITIs – The scheme covers upgradation of 25 existing ITIs in the country including 03 ITIs in Northeastern region.
- C. Upgradation of 1396 Government ITIs through PPP – A total of 1227 Government ITIs has been covered in 31 States/UTs. Interest free loan @ Rs. 2.5 crore per ITI has been released directly to the Institute Management Committees (IMCs) Society of ITIs. out of 1227 ITIs, 38 ITIs are covered in Northeastern region.
- D. Vocational Training Improvement Project (VTIP) assisted by World Bank – The scheme interalia covers upgradation of 400 Government ITIs. 34 States Government/UTs are participating under the project. 15 ITIs are covered from Northeastern region.

It has been ensured that coverage of none of the above schemes are duplicated and a declaration is obtained from the State Governments have been obtained in this regard.

3. Target Beneficiaries

3.1. If the scheme is specific to any location, are and segment of population, please give the details and basis for selection.

The people of Northeastern States are the target beneficiaries under the scheme.

3.2. Please bring out specific interventions directed in favour of social groups, namely SC, St, differently abled, minorities and other vulnerable groups.

Although there are no specific interventions, but the Scheduled Tribes, who are the majority of population in this region will be benefited.

3.3. If the scheme has any gender balance aspects or components specifically directed at welfare of women, please bring them out clearly?

Many trades under CTS scheme take care of the women specific participation. Almost all the other trades are open to women also.

3.4. In case of beneficiary oriented schemes, indicate the mechanism for identification or target beneficiaries and the linkage with Aadhaar/UID numbers.

Linkage of AADHAAR/UID will be done wherever necessary.

3.5. Wherever possible, the mode of delivery should involve the Panchayati Ran Institutions and Urban Local Bodies. Where this is intended, the preparedness and ability of the local bodies for executing the proposal may also be examined.

Local bodies / Panchayat have been involved by the State Governments wherever necessary.

4. Cost Analysis

4.1. Cost estimates for the scheme duration: both ear-wise, component-wise segregated into non-recurring and recurring expenses.

May be seen at Appendix – II.

4.2. The basis of these cost estimates along with the reference dates for normative costing.

The plinth area of construction has been estimated as per NCVT norms. The basis of the cost estimate for civil works is the CPWD schedule of plinth area rates.

The component-wise details of cost estimate may be seen in revised Detailed Project Report (DPR) at Appendix – III.

4.3. In case pre-investment activities or pilot studies are being carried out, how much have been spent on these?

Nil.

4.4. In case the scheme involves payout of subsidy, the year wise and component wise expected outgo may be indicated.

Nil.

4.5. In case the land is to be acquired, the details of cost of land and cost of rehabilitation / resettlement, if any.

Land will be provided by the respective State Governments free of cost.

4.6. In case committed liabilities are created, who will or has agreed to bear the legacy burden? In case assets are created, arrangements for their maintenance and upkeep?

Government ITIs are administered and run by the State Governments. The committed liabilities will be borne by them. A declaration by the State Governments has been obtained in this regard.

5. Scheme Financing

5.1. Indicate the sources of finance for the Scheme: budgetary support, extra-budgetary sources, external aid, state share, etc.

The scheme is Central supported. The component-wise mode of funding is:

Sl.	Component	Central share %	State Share %
1	Upgradation of 22 ITIs (earlier 20 ITIs)	100	0
2	Supplementing deficient infrastructure in 28	100	0
3	Establishment of Project Management Unit at Central (CPMU) and eight State headquarters (SPMU)	100	0
4	Establishment of 34 (earlier 22) new ITIs IN 8 States	90	10

5.2. If external sources are intended, the sponsoring agency may indicate, as also whether such funds have been tied up?

Nil

5.3. Indicate the component of the costs that will be share by the State Governments, local bodies, user beneficiaries or private parties?

As indicated in para 5.1.

6. Approvals and Clearances

Requirement of mandatory approvals and clearances from various local, state and national bodies and their availability may be indicate in a tabular form (land acquisition, environment, forestry, wildlife etc.)

S. No.	Approvals/ Clearances	Agency concerned	Availability (Y/N)
1	Approval of project at State level	State Governments of 8 Northeastern States	Y

7. Human Resources

7.1. Indicate the administrative structure for implementing the Scheme. Usually creation of new structure, entities etc. should be avoided.

Central Monitoring Unit: Existing Structure under Directorate General of Training (DGT) under Ministry of Skill Development and Entrepreneurship will monitor and implement the scheme. Only 3 Data Entry Operator (DEO) and 1 Multi-Tasking Staff (MTS) on contractual basis have been hired.

Monitoring Unit at State Level: Monitoring units have been set up at each State. The existing staffs are being aided with one consultant, one DEO and one MTS hired on contractual basis.

7.2. Manpower requirement, if any. In case posts, permanent or temporary, are intended to be created, a separate proposal may be sent on file to Pers. Division of Department of Expenditure (such proposals may be sent only after the main proposal is recommended by the appraisal body).

Nil.

7.3. In case outsourcing of services or hiring of consultant is intended, brief details of the same may be provided.

Nil.

8. Monitoring and Evaluation

8.1. Please indicate the monitoring framework for the Schemes and the arrangements for statutory and social audit (if any).

For the monitoring purpose:

- Monitoring units at Central and State level has been established.
- Field visits are conducted regularly.
- Photographs / videography has been taken and submitted to competent authority.

8.2. Please indicate the arrangement for third party/ independent evaluation? Please note the evaluation is necessary for extension of scheme from one period to another.

The umbrella scheme have been already continued to the current period.

9. Comments of the Financial Advisor, NITI Aayog, Department of Expenditure and other Ministries/ Departments may be summarized in tabular form along with how they are being internalized and used to improve this proposal.

The comments of Financial Advisor will be sought and tabulated with response. Comments of others will be obtained and tabulated response will be submitted to the SFC after circulation of the memorandum.

10. Approval sought:

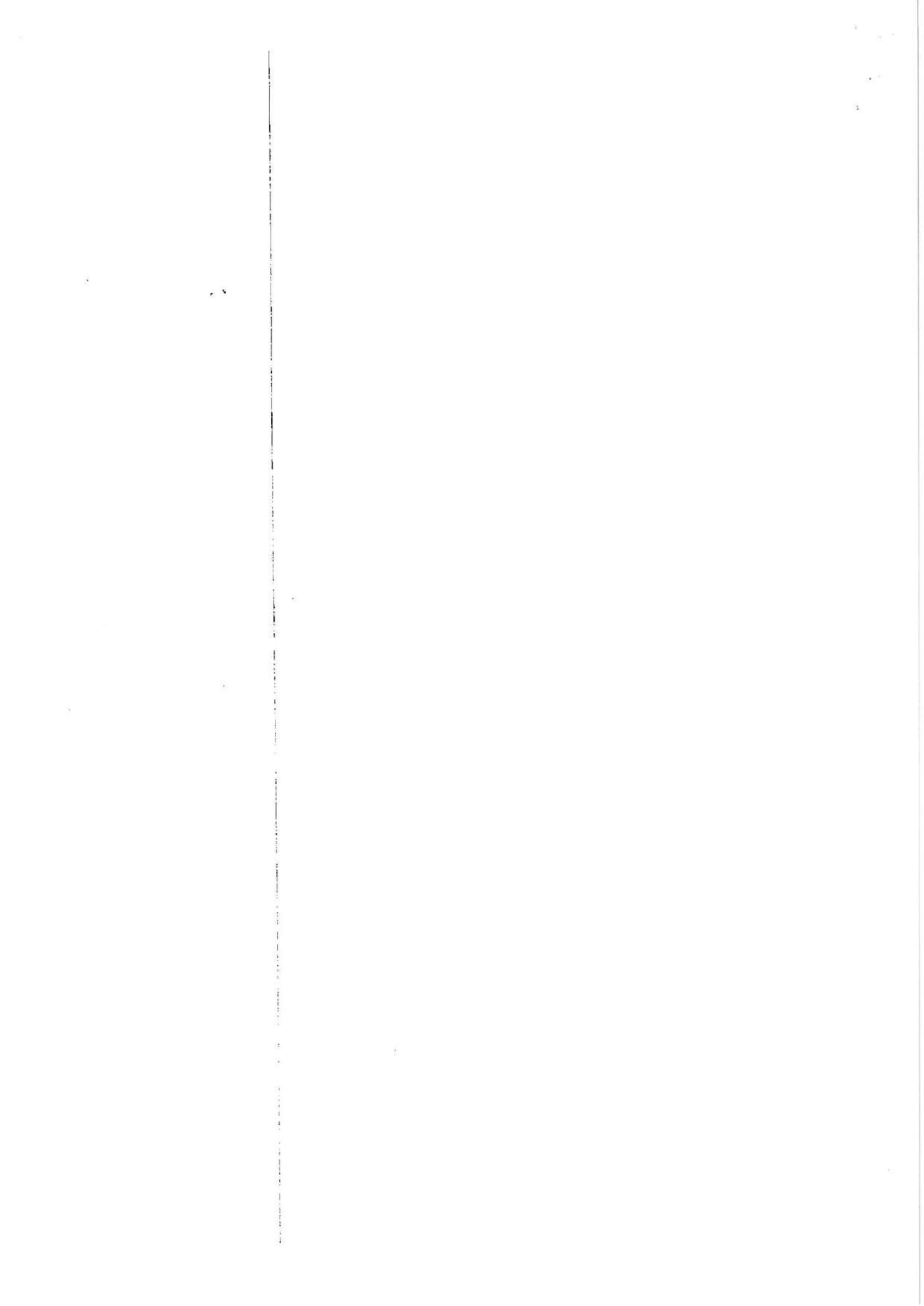
Appraisal/ Approval on the following points is solicited from Standing Finance Committee:

- I. Enhance the cost of the scheme to **Rs. 417.93 crore** from Rs. 298.13 crore approved earlier and its continuation upto 31st March, 2020 along with the various components as envisaged earlier.
- II. Number of existing ITIs covered under the component "Upgradation of 20 ITI by introducing 3 new Trades in existing ITIs" is revised to 22 in place of 20 earlier.
- III. Number of new ITIs to be setup is revised to 34 from 22 as per earlier scheme.
- IV. Continuation of engagement of 3 Data Entry Operators (DEOs) and 1 Multi-Tasking Staff (MTS) on contract basis under the Central Monitoring Unit.
- V. Continuation of support (100% Central share) to State Project Monitoring Unit (SPMU).

- VI. Flexibility of changing/ altering any sub-component within the main components by State Governments within the Project Cost keeping the objective of individual components same with the approval of Central Monitoring Unit at DGT.
- VII. Flexibility of central monitoring unit at DGT to allocate fund to States according to the specific requirement of individual States keeping the total outlay same in consultation with IFD.



(Rajesh Aggarwal)
Director General (Training)
Joint Secretary
Directorate General of Training
Ministry of Skill Development and Entrepreneurship
Tel. No. 011-25731102



Comments of Integrated Finance Desk, MoSDE on the RCE memo of the scheme "Enhancing Skill Development Infrastructure in NE States & Sikkim" and corresponding responses

IFD Comment #1:	The DoE's OM dated 23 rd Feb'17 provides that for aligning the schemes with financial resources cycle of Central and State Governments, the sunset date of the scheme will be co-terminus with the Finance Commission cycles, the first such one being the remaining fourteenth Finance Commission period ending March, 2020. Therefore, the scheme may be extended upto March 2020 instead of 31 st March, 2021 proposed by AW.
Response:	It is agreed that the scheme may be continued to 31 st March 2020. The revised draft memorandum for SFC is placed below for approval.
IFD Comment #2:	The DoE OM dated 05 th Aug, 2016 provides that all Ministries/ Departments should undertake an outcome review of their ongoing schemes at the end of 12 th Five Year Plan (FYP) and further continuation of the scheme may be sought if the outcome review for the scheme has been positive and shows that though the scheme has been effective in achieving its objectives. The AW has not conducted any outcome review of the scheme and hence AW may be advised to initiate 3 rd party evaluation of the scheme. *
Response:	<p>IFD has taken the reference of DoE OM dated 5th Aug, 2016 for conducting an outcome review of the scheme in para 7. In this regards, the following is submitted:</p> <ol style="list-style-type: none"> 1. The scheme was formulated in 2010-11 with the component upgradation of ITIs in NE States at a cost of Rs. 57.39 crore. As of now, this component has nearly come to a logical end and physical progress may be seen at p-193 to 198/corr. Now, very little part of the mandate is remaining to be fulfilled, hence proposed to be continued for the last time. For this part, evaluation with the third party for the purpose of continuation will lead to waste of time and public money. 2. The component for establishment of new ITIs, was included in the scheme in the year 2013-14 with 14 ITIs and was later enhance to 22 in January, 2015 (FY 2014-15). The purpose of the component was to increase the easting capacity in NE Region in order to improve the regional imbalance with rest of the country. The reason for taking initiative from Central Government was: <ol style="list-style-type: none"> a. Limited resource was available with State to address the issue.

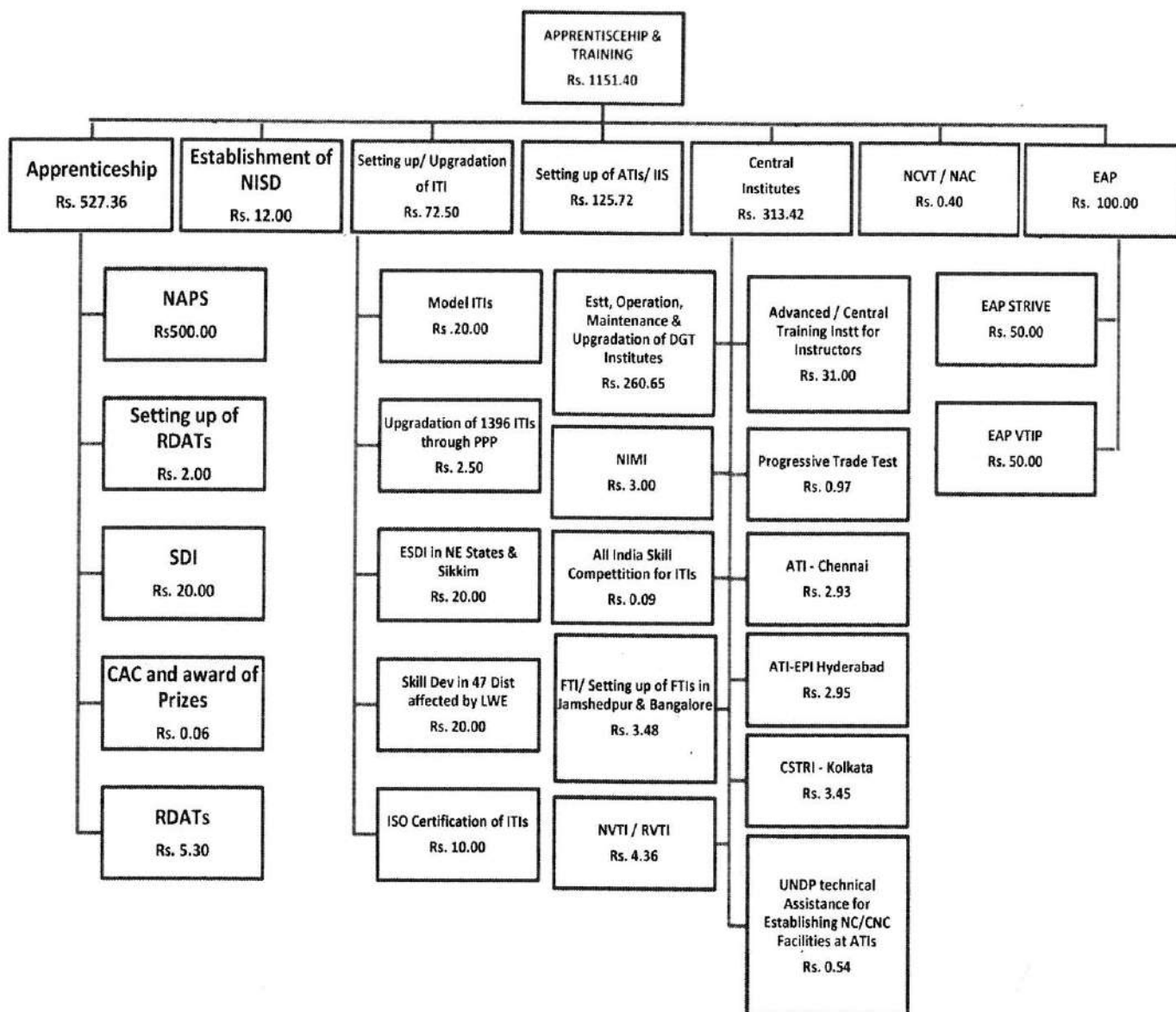
* During the SMG meeting on 30.07.2018, the matter has been discussed by DG/JS in presence of AS&FA and CCA. The ToR for evaluation study is being approved soon. The study will be completed by next 6 months positively.

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	<p>b. There are very little chance for opening private ITI in this region due to lack of Industry in the locality.</p> <p>3. An amount of Rs.100.42 crore (Central Share) has been released to States and construction of Two (2) ITIs has been completed and in fifteen (15) ITIs, construction is under process. To ensure the progress, project sites have been visited by the Directorate General of Training officials, sometimes with IFD officials. During these visits, progress have been found to be satisfactory and at par with the release of funds.</p> <p>4. The scheme should be continued because:</p> <p>(a) The regional imbalance still exists as one seat of an ITI serves 424 people country, while it is 3079 persons per seat in the NE Regions (Detailed date may be seen at p-4 in the SFC memorandum). After successful completion of the scheme. There will be an increase of 3400 seats in the NE region and will help improve the regional imbalance in terms of the infrastructure available for skill training. Accordingly, it may be assumed that the scheme is effective in achieving its objective.</p> <p>(b) To fulfill the significant part of the mandate which remained unfulfilled under the scheme.</p> <p>5. The number of ITIs have been proposed to be enhanced to cover the un-served districts in NE Region after receiving proposal of State Government.</p>
IFD Comment #3:	<p>The para 8 of DoE's OM dated 23rd Feb17 provides that to eliminate overlap of activities /objectives for the same target beneficiaries, the proposal should reflect a clear convergence architecture with other similar or related schemes of Central Government on perusal of para 2.4 of the SFC note, it would be observed that there are number of schemes for Upgradation / Opening of ITIs. Vide DoE's letter No. 24(35)/PF.II/2012 dated 11.07.2017, DoE has requested all FAs to ensure that EFC/SFC notes circulated in future may contain details of such dropped merged or rationalized schemes with reasons for doing so. Hence AW may be advised to consider convergence of the schemes with other similar schemes so that unnecessary creation of Establishment, administrative expenses and thin spread of resources should be avoided.</p>
Response:	<p>There is one Component under the scheme where upgradation is covered and the same is running since 2010-11. Actions have been taken, so that the objectives do not overlap with other schemes. Any new initiative for upgradation will be suitably merged with other schemes.</p> <p>The other part of the scheme is for establishment of new ITIs in NE region, which do not match with any part of any other scheme.</p>

Component schemes under the umbrella scheme
 “Apprenticeship and Training”
 Alongwith outlay in 2017-18 (Rs. in crore)



**Cost estimates for the scheme duration: both ear-wise, component-wise
segregated into non-recurring and recurring expenses**

Expenditure incurred up to 31st March 2017 (Rs. In Lakh)

Components	2010-11		2011-12		2012-13		2013-14		2014-15		2015-16		2016-17		Total		Grand Total
	Rec	N- Rec	Rec	N- Rec	Rec	N- Rec	Rec	N-Rec	Rec	N-Rec	Rec	N-Rec	Rec	N- Rec	Rec	N- Rec	
Upgradation & Deficient Infrastructure	0.00	1239.53	0.00	542.23	0.00	1670.98	0.00	535.96	70.00	591.00	0.00	179.74	0.00	921.44	70.00	5680.88	5750.88
New ITIs (90% Central and 10% State Share)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	3749.67	0.00	1622.67	0.00	1558.10	0.00	2589.22	0.00	9519.66	9519.66
CPMU	0.00	0.00	15.00	0.00	15.00	0.00	10.00	0.00	15.00	0.00	15.00	0.00	20.00	0.00	90.00	0.00	90.00
SPMU	41.28	0.00	0.00	0.00	88.24	0.00	43.26	0.00	11.14	0.00	0.00	0.00	30.00	0.00	213.92	0.00	213.92
Total	41.28	1239.53	15.00	542.23	103.24	1670.98	53.26	4285.63	96.14	2213.67	15.00	1737.84	50.00	3510.66	373.92	15200.54	15574.46
Year wise total	1280.81		557.23		1774.22		4338.89		2309.81		1752.84		3560.66		15574.46		

Expenditure proposed to be incurred in addition to the incurred expenditure up to 31st March 2017 (Rs. In Lakh)

Components	Expenditure		2017-18		2018-19		2019-20		2020-21		Total		Grand Total
	Rec	N-Rec	Rec	N-Rec	Rec	N-Rec	Rec	N-Rec	Rec	N-Rec	Rec	N- Rec	
Upgradation & Deficient Infrastructure	70.00	5680.88	0.00	500.00	0.00	1150.00	0.00	1227.30	0.00	0.00	0.00	2877.30	8628.18
New ITIs (90% Central and 10% State Share)	0.00	9519.66	0.00	4000.00	0.00	9000.00	0.00	9780.34	0.00	0.00	0.00	22780.34	32300.00
CPMU	90.00	0.00	28.16	0.00	28.16	0.00	28.16	0.00	0.00	0.00	84.48	0.00	202.64
SPMU	213.92	0.00	158.72	0.00	158.72	0.00	158.72	0.00	0.00	0.00	476.16	0.00	810.40
Total	373.92	15200.54	186.88	4500.00	186.88	10150.00	186.88	11007.64	0.00	0.00	560.64	25657.64	41792.74
Year wise total	4686.88		10336.88		11194.52		0.00		26218.28		4686.88		

Total project cost = Expenditure incurred up to 31st March 2017 + Expenditure proposed to be incurred from 1st April 2017 to 31st March 2021
= Rs. 15574.46 lakh + Rs. 26366.76 Lakh
= Rs. 41941.22 Lakh

Say **Rs 419.42 crore.**

REVISED DETAILED PROJECT REPORT
COST ESTIMATE OF THE REVISED COMPONENTS UNDER THE SCHEME
“ENHANCING SKILL DEVELOPMENT INFRASTRUCTURE IN NE STATES”

The scheme consists of four components at a total revised cost of Rs. 417.93 Crore in place of Rs. 298.13 crore earlier.

The component wise revision of cost in brief is given below:

Sl.	Component	Originally approved cost	Latest approved cost	RCE	Rs. in Lakh
					Variation (+/-)
1	Upgradation of 22 ITIs (earlier 20 ITIs) with 100% central Share.	3018.00	4243.80	4668.18	(+)424.38
2	Supplementing deficient infrastructure in 28 ITIs with 100% central Share.	2424.00	3960.00	3960.00	0.00
3	Establishment of Project Management Unit at Central (CPMU) and eight State headquarters (SPMU) with 100% central Share.	297.00	708.62	864.56	(+)155.94
4	Establishment of 34 (earlier 22) new ITIs IN 8 States with 90% central and 10% State Share.	0.00	20900.00	32300.00	(+)11400.00
	Total	5739.00	29812.42	41792.74	11980.32

Say, revised cost is Rs. 417.93 crore.

The details of cost estimate:

A. Upgradation of 22 ITIs (earlier 20) by introducing three new trades in each ITI at a revised cost of Rs. 4668.18 lakh with 100% central Share.

Mizoram has proposed for establishment of 3 new Trades in each of 2 existing ITIs in Lunglei and Saiha due to increased demand. Hence, number of existing ITIs covered under the component “Upgradation of 20 ITI by introducing 3 new Trades in existing ITIs” is revised to 22 in place of 20 earlier. Escalation of cost will be Rs. 4.24 crore.

B. Supplementing deficient infrastructure in 28 ITIs by constructing new hostel, boundary wall and supplementing old & obsolete equipment to three existing trades in each ITI at a revised cost of Rs. 2666.40 lakh with 100% central Share. – No Change.

C. Establishment of 34 new ITIs IN 8 States at a total cost of **Rs. 32300.00** lakh (Rs. 950.00 lakh per ITI) with 90% central and 10% State Share as per the following table:

Sl	Name of the State	Proposal for setting up & new ITI	
		Pre-revised no.	Revised no.
1	Arunachal Pradesh	4	9
2	Assam	5	5
3	Manipur	2	4
4	Meghalaya	2	3
5	Mizoram	3	3
6	Nagaland	2	4
7	Tripura	3	3
8	Sikkim	1	3
Total		22	34

The cost of the establishment of one ITI remains same, i.e. Rs. 950.00 Lakh

* Sikkim has proposed for 'introduction of 10 new trades' within "State Industry Integrated Training Infrastructure – cum – Production Service Center at Sokeythang in Sikkim". The total project cost will be Rs. 30.54 crore.

The State Cabinet has also approved the proposal. The detailed breakup of Cost is given below:

Sl	Subcomponents	Cost (Rs.)
1	Design and manufacturing unit	18,34,63,354.00
2	Electronic service center	5,64,84,208.00
3	Automobile service center	5,22,76,618.00
4	Approach road	23,43,086.00
5	Open parking area	21,67,276.00
6	Value of land	86,20,710.00
	Total	30,53,55,252.00

Say Rs. 30.54 Crore

This the part for establishment of 1 new ITI and the Central Support has been limited to Rs. 8.55 crore. The State of Sikkim will arrange the remaining amount on their own. However, cost of one ITI amounting to Rs. 9.50 crore has been included within the total cost of the scheme.

D. Establishment of Project Management Unit at Central (Central Project Monitoring Unit – CPMU) and Eight State headquarters (State Project Monitoring Unit – SPMU) at total cost of Rs. 864.56 lakh with 100% central Share.

Detailed breakup of cost is given below: -

COMPONENT	Rs. in Lakh			Changes made, if any
	Pre revised cost	Revised cost	Difference	
CPMU				
Wages per month of 3 Data Entry Operator (DEO- outsourced)	0.39	0.54	0.15	Revised as per new rate of minimum wages notified by Ministry of Labour, Govt of India
Wages of 1 Multi-Tasking Staff per month (MTS- outsourced)	0.09	0.14	0.05	
Total for 1 year	5.76	8.16	2.4	
Annual Office expenses	20	20	0	
Annual for CPMU	25.76	28.16	2.4	
CPMU for 4 years	103.04	84.48		For further 3 Years up to March 2020
Expenditure already incurred	40	90		
Total project cost for CPMU	143.04	174.48	31.44	For further 3 Years up to March 2020
SPMU				
For one State -				
Salary of Consultant for 12 months	4.80 (Rs. 0.40 lakh per month)	6.00 (Rs. 0.50 lakh per month)	1.20	Enhanced at per with increase of minimum wages
Wages of 1 Data Entry Operator (DEO - Outsourced) for 12 months	1.56 (Rs. 0.13 lakh per month)	2.16 (Rs. 0.18 lakh per month)	0.60	Revised as per new rate of minimum wages notified by Ministry of Labour, Government of India
Wages of Multi-Tasking Staff (MTS- outsourced) for 12 months	1.08 (Rs. 0.09 lakh per month)	1.68 (Rs. 0.14 lakh per month)	0.60	
Annual Office expenses	10.00	10.00	0.00	
Total for 1 State, for 1 year	17.44	19.84		
Total for 8 States for 1 year	139.42	158.72		
SPMU for 8 States for 4 years	558.08	476.16		For further 3 Years up to March 2020
Expenditure already incurred	172.78	*213.92		*Taken upto 2016-17
Total project cost for SPMU	730.86	690.08		
Total project cost for CPMU & SPMU	873.90	864.56	-9.34	

