

Advice No.100
Feb,09

No.DGET-35(9)/IDP / R / Mah/ 2007- NPIU
Government of India
Ministry of Labour & Employment
Directorate General of Employment and Training
National Project Implementation Unit
Shram Shakti Bhavan, Rafi Marg

New Delhi, dated: 10th February 2009

To

The Controller of Accounts,
Ministry of Labour & Employment,
New Delhi.

Subject: Sanction for release of funds for 15 ITIs in the **State of Maharashtra** under **retroactive financing** for the "Externally aided Project for Reforms and Improvement in Vocational Training Services rendered by the Central and the State Governments" – [Vocational Training Improvement Project] with World Bank assistance.

Sir,

I am directed to convey the sanction of the President of India to incur an expenditure not exceeding Rs.36.00 (Rupees thirty six crores only) towards 75% of the Central Share on the component of cost mentioned in the Institutional Development Plans (IDPs) of respective ITIs for setting up of Centres of Excellence(CoE) and / or Upgradation of trades in the ITIs in the **State of Maharashtra** under the "Externally aided Project for Reforms and Improvement in Vocational Training Services rendered by the Central and the State Governments" – [Vocational Training Improvement Project] with World Bank assistance.

2. I am also directed to convey the sanction of the President of India for the release of **Rs. 39402000/- (Rupees Three crore ninety four lakh two thousand only)** out of the sanctioned central share in respect of ITIs towards 1st installment of the 2nd year requirement together for components of civil works, equipment and other expenditure as per details tabulated below.

(Rs. in Lakh)

Sl. No.	Location of ITI	Sector	Funds sanctioned per ITI @ 75% requirement indicated in revised IDP			Funds approved for release @ 67% of 2 nd year requirement
			Central fund allocation	year funds requirement	Central share of 2 nd Year requirement	
a	b	C	d	e	f	g
1	Jalna	Production & Manufacturing	262.50	30.75	68.49	45.89
2	Kolhapur	-do -	262.50	44.88	61.50	41.20
3	Ahmed Nagar	Electrical	262.50	11.85	54.75	36.68
4	Jalgaon	Plastic Processing	262.50	54.37	91.87	61.55
5	Satara	Fabrication	262.50	90.00	56.25	37.69
6	Chiplun*	Chemical	262.50	66.56	42.75	28.64
7	Ghodegaon*	Production & Manufacturing	262.50	122.32	23.92	16.00
8	Malegaon (B.K.)*	Industrial automation	262.50	102.00	31.50	21.10
9	Kalwan	Upgradation	150.00	46.72	36.00	24.00

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10	Paithan	-do-	150.00	42.82	23.25	15.58
11	Karanjalad	-do-	150.00	10.61	56.25	37.69
12	Gondia*	Electrical	262.50	56.25	09.00	6.00
13	Chandrapur*	Production & Manufacturing	262.50	56.25	12.00	8.00
14	Gadchorallie*	Constriction & Wood working	262.50	48.75	12.00	8.00
15	Latur*	Production & Manufacturing	262.50	03.75	09.00	6.00
		Total	3600.00	787.91	588.54	394.02

(*These ITIs are now being proposed for CoE for the sectors indicated there in against upgradation of trades approved earlier.)

3. The release of abovementioned Central fund in respect of the said scheme is subject to the guidelines mentioned in the Project Implementation Plan (PIP), Procurement Manual and Financial Management Manual along with the following conditions:

- (i) The ITIs should be renovated / constructed in accordance with the NCVT approved space norms through National Competitive Bidding (NCB)/ Shopping Mode / Direct Contracting Mode as applicable under World Bank procurement procedure. While planning for the civil works for the ITIs, it should be ensured that recommendations indicated in Environment Management Framework are implemented.
- (ii) The procurement of equipment / furniture etc. should be procured in accordance with the NCVT approved list for the selected sector in the ITI through National Competitive Bidding(NCB)/ Shopping Mode / Direct Contracting Mode as applicable under World Bank procurement procedure.
- (iii) The purchase of vehicle other than as listed in the standard list of tools and equipment is not permissible. However, hiring of vehicle for official use / industrial visit etc. is permitted under the project as per guidelines mentioned in the Procurement Manual.
- (iv) The grant shall be utilized for the activities mentioned in the agreed IDP and no portion of it shall be spent on any other purpose.
- (v) The grant should be utilized within a period of one year from the date of issue of the sanction and any amount not spent by that time should be surrendered to the Central Government.
- (vi) The conditions mentioned under "Memorandum of Understanding" (MoU) should be adhered to during project implementation.
- (vii) It should be ensured that the Instructor vacancies in the ITI should not be more than 10 percent.
- (viii) Emphasis may be given for sectoral upgradation / overall upgradation of training infrastructure, staff / faculty training etc.
- (ix) It should be ensured that recommendations indicated in Environment Management Framework are implemented.
- (x) It should be ensured that the agreed documents as per Disclosure Management Framework are disclosed on the website of SPIU / State Directorate.
- (xi) All documents must be retained by the State Govt. for Post review by the World Bank.
- (xii) Utilisation Certificate in Form GFR 19-A in respect of individual ITI indicating expenditure incurred under the scheme should be furnished to DGE&T in Duplicate.
- (xiii) State Government must submit Quarterly expenditure information through Interim Unaudited Financial Report with 15 days of the close of each quarter to enable raise reimbursement claims by the Central Government from the World Bank as mentioned in Financial Management Manual.
- (xiv) Annual Audited Financial Statements of the project should be submitted within 4 months after the end of each fiscal year.

4. The sanction relates to Plan Expenditure and is in accordance with the pattern of assistance approved by the Planning Commission and Ministry of Finance.

5. The expenditure is debitable to the Major Head "3601" during FY 2008-2009:
- | | |
|------|---|
| 3601 | Grants-in-Aid to State Governments (Major Head) |
| 04 | Grants for Centrally Sponsored Plan Scheme (Sub-Major Head) |
| 321 | Training Grants – Training of Craftsmen and Supervisors |

- 03 Other Schemes
08 Externally aided Project for Reforms and Improvement in Vocational Training Services rendered by the Central and the State Governments
03.08.31 Grants-in-Aid to be met out of the budget grant of FY 2008-2009.

6. This issues in exercise of the delegated powers in consultation with the Finance-I Branch, Ministry of Labour & Employment vide Dy. No. 1802-FA(Labour)/08 dt. 24-12-08 (388 IF(Desk) dated 11-12-2008).

Yours faithfully,



(R.K. Ahluwalia)

Under Secretary to the Government of India

Copy forwarded for information and necessary action to:

- 1 Pay and Accounts Officer, DGE&T, New Delhi.
- 2 Computer Cell, Room No. 610, Principal Accounts Office, Ministry of Labour of Employment, New Delhi.
- 3 The Accountant General, Central Revenue, Indraprastha Estate, New Delhi.
- 4 The Accountant General, Govt. of Maharashtra.
- 5 The Under Secretary, M/o Labour, Government of Maharashtra,
- 6 Director of Audit, AGCR Building, Indraprastha Estate, New Delhi.
- 7 Director, Directorate of Vocational Education Training, 3, Mahapalika Marg, Dhobi Talao, Mumbai- 400001 with reference to letter No., 25/DVET/WB/2008/185 dt. 15-5-2008 with a request to utilize the grant as per IDP and furnish the **Utilization Certificate** in GFR 19 – A and other reports from time to time for release of further funds.
- 8 Director, Labour, Employment & Man Power (LEM) Division, Planning Commission, Yojana Bhavan, New Delhi.
- 9 Finance-I Branch, Ministry of Labour & Employment, New Delhi.
- 10 Internal Audit, Ministry of Labour & Employment, New Delhi.
- 11 Smt. Swati Sethi, Deputy Director of Training, NPIU for information please.
- 12 Sanction folder, CoE
- 13 Spare Copies.



(M.C. Kardam)

Deputy Director of Training

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