

No.DGET-35(31)(1)IDP-C/ 2008- NPIU
Government of India
Ministry of Labour & Employment
Directorate General of Employment and Training
National Project Implementation Unit

original
Speed Post
Advice No. 38
Sept. 08

Shram Shakti Bhavan,
Rafi Marg, New Delhi.
Dated: 22nd September 2008

To

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

Subject: Sanction for release of funds for **ITI Kohima** in the **State of Nagaland** under competitive selection 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 (VTIP) with World Bank assistance.

Sir,

I am directed to convey the sanction of the President of India to incur an expenditure not exceeding **Rs. 225 lakh (Rupees Two Hundred Twenty Five lakh only)** towards 90% of the Central Share on the component of cost mentioned in the Institutional Development Plan (IDP) of ITI Kohima for setting up of Centers of Excellence (CoE) in the ITI in the **State of Nagaland** 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 (VTIP) with World Bank assistance.

2. I am also directed to convey the sanction of the President of India for the release of 1st installment @ 80% of the sanctioned central funds amounting to **Rs. 48 Lakh (Rupees Forty eight lakh only)** towards components of civil works, equipment and other expenditure in respect of the ITI as per details tabulated below. The remaining 10% share for the ITI will be borne by the State Government.

(Rs. in Lakhs)

Location of ITI	Sector	Fund requirement as per IDP	Central fund allocation	Year 1 fund requirement (rounded off)	Central share @ 90% of the year 1 fund requirement (rounded off)	1 st installment (80% of central share for year 1)
Kohima	Automobile	250	225	66	59	48

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:

- 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.
- 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.

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- (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:
- | | |
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| 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. 836-FA(L)/08 dated 14/08/2008 [IFD Dy. No 237 dated 07/08/08].

Yours faithfully,



(R.K. Ahluwalia)

Under Secretary to the Government of India

Copy forwarded for information and necessary action to the:

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, New Delhi.

4. The Accountant General, Government of Nagaland, Kohima.
5. The Under Secretary, Labour, Government of Nagaland, Kohima.
6. Director of Audit, AGCR Building, Indraprastha Estate, New Delhi.
7. Director of Employment and Craftsmen Training, Government of Nagaland, KOHIMA- 797 001 w.r.t letter No. DET-2/16/2006 dated 5.08.2008. He is requested to ensure that :
 - (i) The grant is utilized as per project design in the Project Implementation Plan (PIP).
 - (ii) The IDP in respect of the ITI for whom the funds are being released is complete in all aspects and have the recommendation / approval of the State Steering Committee (SSC).
 - (iii) Funds to the ITI would be provided according to the requirement indicated in the respective IDP.
 - (iv) The Utilisation Certificate [in form GFR-19A] for the released central & State share and the documents required for the reimbursement from the World Bank should be submitted within the required period of time. The subsequent release of funds for these ITIs would be linked to the proper and timely utilization of the funds being released.
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. Deputy Controller of Accounts, Internal Audit, Ministry of Labour & Employment, New Delhi.
11. Sanction folder, CoE
12. Spare Copies.



(Swati Sethi)

Deputy Director of Training

Tel.: 011-23001234