To,
The Principal Accounts Officer,
Ministry of Skill Development & Entrepreneurship
Shivaji Stadium Annexe Building
New Delhi.


I am directed to convey the sanction of the President of India for the payment of grant-in-aid amounting to Rs. 21,46,66,296 (Rupees Twenty One Crore Forty Six Lakh Sixty Six Thousand Two Hundred And Ninety Six only) to the State Government of Madhya Pradesh towards implementation of the State Engagement Component of Pradhan Mantri Kaushal Vikas Yojana (2016-20) by Madhya Pradesh Council for Vocational Education and Training (MPVCET) for the year 2016-2018. The Funds for year 2016-18 and the corresponding physical targets have been approved in principle by MSDE as placed at “Annexure”.

2. The release of funds from MSDE is given in the below mentioned table:

<table>
<thead>
<tr>
<th>Sl. No</th>
<th>Item</th>
<th>Amount in Rupees</th>
</tr>
</thead>
<tbody>
<tr>
<td>(A)</td>
<td>Total Amount to be release for Year 2016-18 of the central amount – 1st tranche</td>
<td>42,93,32,592</td>
</tr>
<tr>
<td>(B)</td>
<td>50% of the (A) first tranche of the payment for year 2016-18 (i.e. 100% target pertaining to FY 2016-17)</td>
<td>21,46,66,296</td>
</tr>
</tbody>
</table>

Out of (A) in table above, 50% amount of the 1st tranche for the Year 2016-18 i.e Rs. 21,46,66,296 (Rupees Twenty One Crore Forty Six Lakh Sixty Six Thousand Two Hundred And Ninety Six only) is being released under this order.

The expenditure may be debit able to (Demand Number 81- MSDE)

<table>
<thead>
<tr>
<th>Major Head – 3601</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>3601.04.251.01.01.31-Grants-in-aid-General</td>
<td>16,22,87,720</td>
</tr>
<tr>
<td>3601.04.789.64.01.31-Grants-in-aid-General (Scheduled Caste)</td>
<td>3,47,75,940</td>
</tr>
<tr>
<td>3601.04.796.55.01.31-Grants-in-aid-General (Tribal Areas)</td>
<td>1,76,02,636</td>
</tr>
<tr>
<td>TOTAL</td>
<td>21,46,66,296</td>
</tr>
</tbody>
</table>

3. The release is subjected to the following terms and conditions:

(i) The total target is equally divided between FY 2016-17 and FY 2017-18.
(ii) Fund disbursement by the implementation agency will follow the PMKVY scheme guidelines and disbursement conditions included in the project explained in the “Annexure”.
(iii) Fund shall be utilized only for the purpose for which it is released.
(iv) Utilization Certificate in Form 19-A alongwith audited statements of accounts should be furnished to the Ministry of Skill Development & Entrepreneurship, Govt as per General Financial Rules (GFR) 2005.
(v) Unspent amount, if any will be adjusted against future sanctions/reimbursements.
(vi) The expenditure shall not exceed the budget allocated.

Sanjeev Kumar
Deputy Director
Ministry of Skill Development and Entrepreneurship
Government of India
Shivaji Stadium, Shaheed Bhagat Singh Marg
Connaught Place, New Delhi -110001
Dated: 24-03-2017
(vii) Subsequent fund release is subject to the Table 4: ‘Terms of Fund Disbursement to States’ mentioned in revised Para 18 (C) of the State Engagement guidelines.

4. The amount of grant-in-aid is finally adjustable in the books of Principal Accounts Officer, Ministry of Skill Development & Entrepreneurship, Shivaji Stadium Annexe Building, Shaheed Bhagat Singh Marg, New Delhi – 110001. On receipt of sanction letter, the Principal Accounts Officer may issue an advice to the Reserve Bank of India (Central Accounts Section), Nagpur for affording credit to the balance of the State Government. The Principal Accounts Officer may forward a copy of the advice to the Accountant General and Finance Department of the State Government along with a copy to the undersigned in the Ministry of Skill Development & Entrepreneurship. State Government shall send intimation regarding receipt of Grant-in-aid to Principal Accounts Officer, Ministry of Skill Development & Entrepreneurship, Shivaji Stadium Annexe Building, Shaheed Bhagat Singh Marg, New Delhi – 110001.

5. The accounts of the grantee institutions will be open to audit by the Comptroller and Auditor General of India and the internal Audit of the Principal Accounts Office of the Ministry.

6. This issues with the concurrence of Integrated Finance Division (MSDE) vide their Dy. No. 97 dated 22.03.2017.

Copy forwarded for information and necessary action to the:

1. Secretary, Finance Department, Govt. of Madhya Pradesh. It is requested that funds released through this sanction letter may be transferred to the Madhya Pradesh Council for Vocational Education and Training (MPCVET) immediately.
2. Secretary, Department of Technical Education and Skill Development, Government of Madhya Pradesh.
3. Joint Secretary (API Bureau), Ministry of Skill Development & Entrepreneurship.
5. Chief Accounts Officer, Madhya Pradesh Council for Vocational Education and Training (MPCVET).
8. Integrated Finance Wing (IFW), Ministry of Skill Development & Entrepreneurship, New Delhi.
9. Budget Section (MSDE).
10. DGACR, Indraprastha Estate, New Delhi.
11. DDO (Cash Section), Ministry of Skill Development & Entrepreneurship, New Delhi.
12. Guard file 2017

Yours faithfully,
(Sanjeev Kumar)
Deputy Director, MSDE
Phone no. 011-23450860
E-Mail: sanjeev.kumar78@nic.in

Copy

Sanjeev Kumar / SANJEEV KUMAR  
Deputy Director / Deputy Director  
Ministry of Skill Development and Entrepreneurship / Govt. of India  
New Delhi - 110001

Page 2
a. The below mentioned targets for year 2016-18 are in-principle approved by Ministry of Skill Development & Entrepreneurship, Gov.

<table>
<thead>
<tr>
<th>Parameter</th>
<th>Year 2016-18</th>
<th>Year 2017-18</th>
<th>Year 2018-19</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>1 Total trainees to be trained</td>
<td>29,278</td>
<td>27,390</td>
<td>27,390</td>
<td>84,058</td>
</tr>
<tr>
<td>2 Training funds required @ avg. cost 14,100 per trainee</td>
<td>41,261,980</td>
<td>38,61,99,000</td>
<td>38,61,99,000</td>
<td>118,52,17,800</td>
</tr>
<tr>
<td>3 Administrative expense @ 4% of total funds</td>
<td>1,65,12,792</td>
<td>1,54,47,960</td>
<td>1,54,47,960</td>
<td>4,74,08,712</td>
</tr>
<tr>
<td>4 Total funds required (2+3)</td>
<td>42,93,32,592</td>
<td>40,16,46,960</td>
<td>40,16,46,960</td>
<td>123,26,26,512</td>
</tr>
</tbody>
</table>

b. Summary of the project has been included below:

<table>
<thead>
<tr>
<th>S.No.</th>
<th>Category/Sub-Category</th>
<th>Details (as per the submitted proposal)</th>
</tr>
</thead>
<tbody>
<tr>
<td>1.</td>
<td>Nodal agency for Skill Development initiatives in the state</td>
<td>Exists – Madhya Pradesh Council for Vocational Education and Training (MPVCET) headed by a Mission Director (Shri Sanjeev Singh)</td>
</tr>
<tr>
<td>2.</td>
<td>Organization Background</td>
<td>MPVCET has been constituted to provide activities of skill development under the state skill development mission. The mission has the following objectives: &lt;ul&gt; &lt;li&gt;Anchor the skill development agenda for the state&lt;/li&gt; &lt;li&gt;Monitoring, coordination and convergence&lt;/li&gt; &lt;li&gt;Providing overall policy direction&lt;/li&gt; &lt;li&gt;Assessment and certification of youth under NSQF&lt;/li&gt;&lt;/ul&gt;</td>
</tr>
<tr>
<td>3.</td>
<td>Organization Structure</td>
<td>MPVCET has a defined organization structure and the mission has been set-up under the chairmanship of Hon'ble Chief Minister of the state. The attached proposal provides the organization structure</td>
</tr>
<tr>
<td>4.</td>
<td>Experience in executing any centrally sponsored skill development initiative</td>
<td>MPVCET has recently initiated skill training program under the SDIS scheme. It has also initiated training under short term skill development centers, Government of Madhya Pradesh</td>
</tr>
<tr>
<td>5.</td>
<td>Experience in executing skill training programs through external Private Training providers</td>
<td>MPVCET has undertaken the process with support of external training providers. Details: &lt;ul&gt; &lt;li&gt;Implementation of SDIS scheme in the states through 1838 skill training providers.&lt;/li&gt;&lt;/ul&gt;</td>
</tr>
<tr>
<td>6.</td>
<td>Categorization of targets – selection of job roles</td>
<td>MPVCET has identified job-roles under 3 Categories in the State Engagement Guidelines i.e. Category-1, Category-2, and Category-4. &lt;ul&gt; &lt;li&gt;Category-1 includes all the NSQF aligned job roles developed by SSCs (excluding the 221 PMKVY job roles).&lt;/li&gt; &lt;li&gt;Category-2 State specific job roles not in SSC list.&lt;/li&gt; &lt;li&gt;Category-4 Job Roles with significant demand in the state&lt;/li&gt;&lt;/ul&gt;</td>
</tr>
<tr>
<td>7.</td>
<td>Selection of job-roles</td>
<td>MPVCET has identified &lt;ul&gt; &lt;li&gt;143 job roles under Category 1&lt;/li&gt; &lt;li&gt;37 job roles under Category 2&lt;/li&gt; &lt;li&gt;88 job roles in Category 4&lt;/li&gt;&lt;/ul&gt;</td>
</tr>
<tr>
<td>8.</td>
<td>Selection of sectors</td>
<td>Total of 26 sectors have been identified by MPVCET. Category-wise sectors covered</td>
</tr>
</tbody>
</table>
19 sectors under Category 1
6 sectors under Category 2
0 sectors under Category 3
21 sectors in Category 4

MPCVET has based the selection of sectors/job-roles on:
- NSDC skill gap study (2013) conducted for the state.
- Popularity and employability of courses under Skill Development Centres has been research on for proposing sectors and job roles.
- MPCVET is initiating a survey with the planning commission. This will be done in association with the state planning commission to map the popularity of job roles.

MPCVET has mentioned the following w.r.t. the Industry engagement
- Overseas placement cell: Study will be done to recognise to understand the top 3 trades of demand.
- Chief Minister Kaushalya Sanvardhan Yojana: Flagship skill development scheme with a mandate of minimum 70 percent placement.
- MPCVET: Study shall be conducted.
- Flexi MoUs: will be signed between the Madhya Pradesh and Industrial Training Institutes
- Skill and Career Start-up Expo: To be conducted in collaboration with CII
- State Apprenticeship Scheme: The scheme will cover Trade Apprenticeship Training for it is qualified apprentices. The scheme will reach all the establishments of MP state except those covered by RTDA

A 6 member committee has been suggested in the proposal by MPCVET headed by Principal Secretary, Department of Technical Education and Skill Development.

A 5 member team has been proposed by MPCVET for implementation of the CSSM component under PMKVY.

c. The PAC has approved the following conditions for disbursement of funds along with the corresponding physical targets:

i. The State Skill Development Missions (SSDMs) will start training expeditiously after receiving the financial sanction orders.

ii. MSDE will issue further sanction orders to the SSDMs against the targets approved by Ministry subject to following:
- State will have to submit utilization certificate subject to spending 80% of the total funds sanctioned for 2016-18; and
- Achievement of 50% of physical targets for the year 2016-18.

iii. SSDMs should ensure strict adherence to the annual financial targets sanctioned to them and in no case exceed 150% of targets allocated to them during the financial year and total cumulative under the project, whichever is lower.

iv. The project has to strictly comply with guidelines for State Engagement under PMKVY (2016-20) read together with PMKVY guidelines (2016-20), guidelines with respect to branding and communication and any other PMKVY scheme guidelines.

v. Any deviation / non-compliance of instructions/guidelines shall affect the further distribution of funds. All provisions of the schemes including amendments (issued from time to time) by MSDE have to be complied with.

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