

No. J-17060/2/2007-SGSY-II (SP)

Government of India
Ministry of Rural Development
(Department of Rural Development)

Krishii Bhavan, New Delhi
Dated the 30th March, 2007

Vaz

Nahman

To

Sarf / Amstabh / Sanjay
The Pay & Accounts Officer,
Ministry of Rural Development
Krishi Bhavan, New Delhi

18/4/07

Subject: Release of **part payment of first instalment** in respect of Special Project under Swarnjayanti Gram Swarojgar Yojana (SGSY) for Creation of gainful employment opportunities for rural BPL youth for the apparel industry in the country by IL & FS.

To-coordinate

main b
me
Files

Sir,
I am directed to convey the approval of the President of India for sanction of a Special Project under Swarnjayanti Gram Swarojgar Yojana (SGSY) for Creation of gainful employment opportunities for rural BPL youth for the apparel industry in the country by IL & FS in the States of Andhra Pradesh, Karnataka, Tamilnadu, Maharashtra, Gujarat, Rajasthan, Uttar Pradesh, Bihar, Chandigarh, Orrisa and Punjab with a total cost of Rs. 1500.00 lakh. **The project is fully funded by the Central Government.**

2. The objective/expected outcome of the project is skill development of 30,000 rural young persons in the above nine states and to ensure their placements in gainful employment. The Central Government share of funds would be released in three installments in the ratio of 40:40:20 to NIRD, Hyderabad, which will be the co-ordinating agency for this project and 1.5 % of the project cost will be retained by NIRD, Hyderabad as monitoring and fund routing charges.

3. The approval is subject to the condition that IL & FS will be paid @ Rs. 5000/- per trained person placed including the monitoring and fund routing charge of 1.5% to NIRD and IL & FS will operate as many training centres as needed for their purpose. This is further subject to the condition that assets/infrastructure created under the project will be owned by a Special Project Vehicle (SPV), which will be structured with the approval of Ministry of Rural Development.

4. The project will be coordinated by NIRD Hyderabad and implemented by IL & FS, Lodhi Road, New Delhi. The funds will be released to NIRD, Hyderabad for Creation of gainful employment opportunities for rural BPL youth for the apparel industry in the country by IL & FS training/skill development of 30000 rural youths and their placement in within a **project period of three years.**

5. I am also directed to convey the sanction of the President of India for release of Rs.50,00,000/- (Rupees fifty lakh only) towards **part payment of first installment of Central share** of funds to Registrar, NIRD, Hyderabad.

6. The funds released for the project should be maintained in a separate bank account. No fund would be kept in fixed deposit. The interest accrued on the amount deposited in the bank would be used only for the project.

7. The grants-in-aid shall be utilized for the purpose for which it has been sanctioned and shall not be diverted for any other purpose.

8. The project period would be **three years** from the date of sanction of the project.

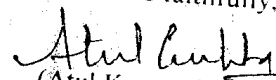
9. Documentation should be an inherent part of the project along with the video recording giving the status of area/beneficiaries before and after the project. It should cover the details of deliverables as indicated in the project and achievements made against these deliverables.

10. No cost escalation will be permitted for the project. Escalation, if any, would be borne by the Implementing Agency.

11. Monitoring and Evaluation of the project will be done by the committee at the State level headed by the Secretary (RD) constituted for monitoring and review of SGSY special projects in the State periodically.

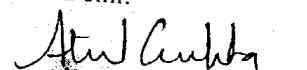
12. The Implementing Agency/Coordinating Agency shall submit the physical & financial progress report of the project by 15th of the month succeeding every quarter in the monitor format enclosed at **Annexure-I**. Failure to furnish the progress report would make the implementing/coordinating agency liable to refund the Central funds.
13. Second installment of funds for the project will be released subject to the following conditions:
- Submission of year-wise utilisation certificates for 60% of the total available funds.
 - Submission of year-wise audit reports of the funds utilized;
 - Regular reporting of progress in the prescribed format and against the approved expenditure phasing;
 - A certificate from the Implementing/Coordinating Agency that the project is being implemented as per the approved project proposal.
14. Third and final installment of funds would be released subject to the following conditions:
- Submission of year-wise utilisation certificates for 90% of the total available funds;
 - Submission of year-wise audit reports of the funds utilized;
 - Regular reporting of the progress in prescribed format;
 - A certificate from the Implementing/Coordinating Agency that the project is being implanted as per the approved project proposal.
15. The release of funds is subject to Internal Audit of the Ministry of Rural Development from time to time, and on completion of the project, to ascertain achievement of project objectives and outcomes.
16. It shall be open to this Ministry to prescribe such conditions, as it deems fit, from time to time to ensure proper execution of the project.
17. The expenditure is debited to:
Demand No. 78 – Department of Rural Development
Major Head- 2501- Special Programme for Rural Development,
Sub-Major Head – 06 – Self employment programme
Minor Head – 06.101 Swarnjayanti Gram Swarojgar Yojana (SGSY)
12-Assistance to District Rural Development Agencies and others
12.00.31- Grants-in-aid 2006-2007 (plan)
18. The Pay and Accounts Officer (RD) will be the Drawing and Disbursing Officer for this purpose. The amount mentioned in para 4 above will be sent to Registrar, NIRD, Hyderabad through Telegraphic Transfer/Demand Draft.
19. **It is certified that no utilization certificate is outstanding from the recipient organization of this project.**
20. This issues under the delegated powers of this Ministry and with the concurrence of its Integrated Finance /Division vide their U.O. Dy. No.1321/AS & FA/07 dated 26.03.2007.

Yours faithfully,


(Atul Kumar Gupta)
Director (SGSY-SP)

Copy to

- Secretary, Rural Development Department, Government of Andhra Pradesh, Karnataka, Tamilnadu, Maharashtra, Gujarat, Rajasthan, Uttar Pradesh, Bihar, Orrisa and Punjab
- Director General, NIRD, Hyderabad.
- ✓ CEO, Infrastructure Leasing & Financial Services Limited (IL & FS) Core 4B, 4th Floor, India Habitat Centre, Lodhi Road, New Delhi. 110 003.
- The Accountant General, Government of Andhra Pradesh, Karnataka, Tamilnadu. Maharashtra, Gujarat, Rajasthan, Uttar Pradesh, Bihar, Orrisa and Punjab
- Director of Audit Economic & Services Ministries of AGCR Building, IP Estate, New Delhi.
- Guard File.


(Atul Kumar Gupta)
Director (SGSY-SP)