

Important/Urgent

**No.DGE&T-35(1396)(MOU)(1)/2007-NPIU
Bharat Sarkar/Government of India
Shram Aur Rozgar Mantralaya/Ministry of Labour & Employment
(Directorate General of Employment & Training)**

New Delhi, November 5, 2007

To

All State/UT Principal Secretaries/Secretaries dealing with Craftsmen Training Scheme.

Subject: **CCEA approval for the scheme 'Upgradation of 1396 Govt. ITIs through Public Private Partnership' - resultant modification in the 'Memorandum of Agreement' and model 'Memorandum of Association and Rules & Regulations of the IMC Society' - regarding.**

Sir/Madam,

Please refer to this office letter of even number dated September 26, 2007 forwarding a copy of the Memorandum of Agreement to be signed among the Central Govt., the State Govt. and the Industry Partner under the above mentioned Scheme.

2. I would like to inform that **Cabinet Committee for Economic Affairs (CCEA) of the Union Cabinet** in its meeting held on 25/10/2007 has approved the above mentioned Scheme 'in principle' for the XI Five Year Plan period and financial approval has been given for one year for upgradation of the first batch of 300 ITIs at a cost of Rs.774.5 cr. While approving the Scheme, the CCEA has directed that

- i) the term of the loan be kept at 30 years; and
- ii) the Institute Management Committees be allowed to determine upto 20% of the admissions in the ITIs.

3. In view of these directions, it has been decided to incorporate following modifications in the Memorandum of Agreement to be signed among the Central Govt., the State Govt. and the Industry Partner forwarded earlier as per the letter mentioned above:-

- i) In **para 6 of Section F** of this Agreement, the word '**twenty five**' should be substituted by '**twenty**'

- ii) a) In **para 4 (c) of Section B clause (ix)** should be added as follows:

(ix) determine upto 20% of the admissions in THE ITI.

- b) At the end of **para 4 (e) of Section B** the following should be added:

.....'except upto 20% of the admissions which are to be determined by THE IMC'.

c) In **para 1 of Section D clause ix)** should be added as follows:

ix) determine admissions in THE ITI upto 20% as provided in Section B of this agreement.

Except for the above modifications, all other provisions of this Memorandum of Agreement remain the same.

4. The model '**Memorandum of Association and Rules and Regulations**' of the IMC Society were also forwarded vide DGET's letter No.DGET-35(1396)(MoA-1)/2007-NIC dated 09/10/2007. As per the directions of the CCEA, following modifications have to be made in these documents also:-

a) In **para 3B** of the Memorandum of the Association clause ix) should be added as follows:

xix) To determine admissions in the ITI to the extent provided in the Memorandum of Agreement referred to in para 3B(i) above.

b) In **Rule 35** of the Rules & Regulations clause ix) should be added as follows:

xix) To determine admissions in the ITI to the extent provided in the Memorandum of Agreement referred to in para 3B(i) of Memorandum of Association of the Society.

Except for the above modifications, all other provisions of the model '**Memorandum of Association and Rules & Regulations**' remain the same.

5. The modified Memorandum of Agreement, model Memorandum of Association and Rules & Regulations incorporating all the changes discussed above are available on DGE&T website www.dget.nic.in. **A copy is also enclosed herewith for ready reference.**

6. You are requested to make the above mentioned changes in these two documents before using them in implementation of this Scheme. For any further clarifications this office may be contacted immediately.

Encl: as above

(SHARDA PRASAD)
Director General/Joint Secretary
Ph.: 011-23710446

Copy to:

All State Directors dealing with Craftsmen Training Scheme.