

# GUIDELINES ON UTILISATION OF SPECIAL CENTRAL ASSISTANCE TO SCHEDULED CASTES SUB PLAN

A.K CHOUDHARY

JOINT SECRETARY

TEL NO. 23381643

GOVERNMENT OF INDIA

MINISTRY OF SOCIAL JUSTICE

AND EMPOWERMENT


SHASTRI BHAWAN, NEW DELHI

D.O. 11014/21/97-SCD-II

DATED 6<sup>TH</sup> OCTOBER 1998.

Subject: Special Central Assistance (SCA) to Special Component Plan (SCP) for Scheduled Castes (SCs) - Modifications in the criteria for release of SCA to States/UTs, utilization etc.

As you are aware, Special Central Assistance is provided to State Governments/UT Administrations as an additive to their Special Component Plan for Scheduled Castes. Its main objective is to give a thrust to the development programmes for Scheduled Castes with reference to their occupational pattern and the need for increasing the productivity of and income from their limited resources. It will help in bringing about occupational diversification in the labour surplus economy. SCA is expected to give thrust to family oriented schemes of economic development of SCs below the poverty line, by providing resources for filling the critical gaps and for providing missing vital inputs so that the schemes can be more meaningful. Since the schemes/programmes for SCs may be depending upon the local occupational pattern and the economic activities available, the States/UTs have been given full flexibility in utilizing SCA with the only condition that it should be utilized in conjunction with SCP and other resources available from other sources like various Corporations, financial institution etc.

2. An illustrative list of areas under various sectors of development where SCA could be utilized has already been circulated vide this Ministry's d.o. letter No.19020/35/93-SCD-VI dated 29<sup>th</sup> July, 1993 (copy vide Annexure I). The condition ~~of~~ blocks having 50% or more of SC population for use of SCA for infrastructural development programmes has been relaxed and villages having 50% or more of SC population can now be considered for infrastructural development programmes with the support of SCA funds. Only 10% of the total SCA released to the State Government/UT Administration in a year should be utilized for infrastructural development programmes. Copy of the d.o. letter No.19020/35/93-SCD-VI dated 7<sup>th</sup> September, 1998 issued in this connection is enclosed as (copy vide Annexure II) 

3. The continuation of the Scheme of Special Central Assistance to Special Component Plan for SCs during the IX Five Year Plan has been approved by the Cabinet Committee on Economic Affairs with the following modifications and conditions: -

(i) The SCA will be released to the state Governments/UT Administrations on the basis of following criteria:-

|     |   |     |
|-----|---|-----|
| (a) | On the basis of SC population of the States/UTs.  | 40% |
| (b) | On the basis of relative backwardness of the States/UTs (inverse of State Per Capita Domestic Product)  | 10% |
| (c) | On the basis of the percentage of SC families in the States/UTs covered by composite economic development Programmes in the Plans to enable them to cross the Poverty line. | 25% |
| (d) | On the basis of the Special Component Plan to the Annual Plan as compared to the SC population percentage in the States/UTs   | 25% |

(ii) 2% of the total budget allocation for the scheme will be earmarked for North Eastern States, which implement SCP for SCs.

(iii) 15% of the total SCA released to the States/UTs, On the basis of the Criteria a (i) above will be utilized by State Governments/UTs Administrations exclusively on viable income generating economic development schemes/Programmes for SC Women.

(iv) 5% of the total SCA released to the States / UTs will be utilized by them exclusively for the economic development of disabled persons among SCs



(v) 3% of the total SCA released to the States /UTs shall be utilized by the States/UTs for supervision, monitoring and evaluation of economic development schemes implemented with the support of SCA funds.

(vi) Second installment of SCA should be released to the States/UTs after ensuring expenditure of cumulative opening balances of the previous year and 75% of the first installment for the current year.

4. The limit of SCA permitted for staff meant for supervision implementation, monitoring and evaluation of Schemes at various levels has been increased from r% to 3% taking into account the requirement of staff and infrastructure for the purpose at all levels of implementation. Proper and timely utilization of SCA funds on viable schemes for the economic development of SC families below the poverty line needs greater attention. The State Governments/UT Administrations should strengthen their monitoring mechanism at State and district levels. There should be regular feed back through monthly progress report on implementation and utilization of funds from the implementing agencies to the District Level Monitoring Committee and from District Level Committee to the State Level Monitoring Committee on quarterly basis. The Secretary of the Department concerned with the SC welfare and development should send the quarterly progress report on utilization of SCA within 15 days after the end of each quarter and the annual progress report on the utilization of funds within 3 months of the end of each financial year to the Government of India, Ministry of Social Justice and Empowerment. Based on the progress reports received from the State Governments/UT Administrations, the Ministry will send consolidated State-wise report on the subject especially on utilization of funds under SCA to SCP indicating diversion of funds, if any to the Planning Commission.

5. Late release of funds to the Implementing departments/agencies, non-utilization of funds sanctioned/released to the implementing departments/agencies for the purpose for which it is sanctioned, accumulation of unspent balances of funds for considerable long period with the implementing departments/agencies, keeping funds in Civil Deposits, Fixed deposits, saving bank accounts, P.L.A. etc. for considerable long period, lack of proper action plan for implementation of schemes, sanction of funds for schemes without ascertaining their feasibility and viability, leakage of benefit of schemes meant for SCs to Non-SCs, etc. decelerate the process of economic development of the target group. An effective device needs to be evolved to remove such shortcomings/loopholes so that the purpose of SCA could be served meaningfully. Amongst various measures for effective implementation of development schemes for SCs, the following points may be given more stress: -

- i. Release of funds to the implementing agencies without loss of time after getting the SCA from the Government of India.
- ii. Separate Account of SCA released to the implementing agencies may be maintained and utilization of SCA funds by the implementing agencies may be watched regularly through periodical progress reports from the implementing agencies.
- iii. It may be ensured that Utilization Certificates from the concerned implementing agencies are obtained in time.
- iv. Annual Audit of SCA accounts of State and District/Block Level Implementing Agencies may be ensured.
- v. Keeping SCA funds in civil deposits, fixed deposits, saving bank account, PLA etc. for long periods by implementing agencies or nodal department may be discouraged. Delay in identifying schemes & beneficiaries and sanction of schemes and release of assistance to the beneficiaries often lead to deposit the funds in various accounts. Release of funds to the implementing agencies without ascertaining the utilization of funds released to them earlier leads to accumulation of unspent balances and increase in the deposit in various accounts.

Identification of viable schemes as per the developmental needs of SCs and identification of eligible beneficiaries to be considered for assistance in a financial year should be completed well before the commencement of the financial year. Sanction of schemes and release of assistance can thus be ensured in time soon after the receipt of SCA funds. This will help in avoiding last minute sanction of schemes at the end of the financial year and in ensuring the full utilization of funds.

6. The Government of India, Ministry of Social Justice and Empowerment will intimate the tentative allocation of SCA to State Governments/UT Administration at the beginning of the financial year and will release the first installment of SCA on the basis of SC Population and relative backwardness of States/UTs during the first quarter of the financial year. The State Governments/UT Administrations should furnish the information on effort-based criteria {the criteria at (c) and (d) mentioned in Para 3 (i)} and the utilization of SCA released to them during the previous year and first installment released during the current year, in the month of August every year. This will ensure the release of second installment in the beginning of the second half of the financial year.

7. Utilization of 15% and 5% of total SCA released to the State Governments/UT Administrations exclusively for the economic development schemes/programmes for SC women and disabled persons among SCs respectively may be ensured from this year (1998-99) onwards. The progress on utilization of SCA for SC Women and disabled among SCs indicating the schemes implemented, funds utilized and the number of beneficiaries covered, may be furnished to this Ministry within a month after the end of this financial year. From next year onwards the progress report in this regard may be furnished to this Ministry within one month after the end of

each six months period.

8. The skill developing training programmes to be implemented with the support of SCA funds should be formulated in such a way that after the completion of training, the placement of trained candidates either in waged employment or in self-employment is ensured.

9. Follow up of the beneficiaries after the schemes are sanctioned to them is necessary to ascertain whether they have acquired necessary assets and utilizing the assets for income generating activities. Proper maintenance of records regarding the accounts of funds received, given to the beneficiaries including subsidy and bank loan, full address of the beneficiaries, assets created under various schemes sanctioned to the beneficiaries, etc. by the implementation departments/agencies should be ensured.

10. I shall be grateful, if the various measures for ensuring full utilization of SCA funds and effective implementation of schemes for the benefit of the target group are given adequate attention and made into practice.

Yours sincerely,

Sd/-

(A.K. Choudhary)

To

1. The Chief Secretary of 24 States/UTs as per list attached.
2. The Secretary concerned with SC Welfare & development of the 24 States/UTs as per list enclosed.

Copy to:

1. Adviser (SW&BC), Planning Commission, Yojana Bhavan, New Delhi.
2. Secretary, National Commission for SC/ST, Loknayak Bhavan, New Delhi.
3. Director, Audit, Officer of the C & AG, Indraprastha Estate, ITO, New Delhi
4. Director (Finance), Ministry of Social Justice and Empowerment, Shastri Bhavan, New Delhi.

(A.K. Choudhary)  
Joint Secretary

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JOINT SECRETARY  
TELE NO: 381652

**ANNEXURE-I**  
GOVERNMENT OF INDIA  
MINISTRY OF WELFARE  
SHASTRI BHAWAN  
NEW DELHI-110001

D.O. NO.19020/35/93-SCD-VI

DATED: 29.7.93

Dear Shri

The scheme of Special Central Assistance (SCA) to Special Component Plan (SCP) for the Scheduled Castes is linked with the Government of India's strategy for the development of Scheduled Castes. The main objective of the scheme is to give a thrust to the economic development programmes for the Scheduled Castes with reference to their occupational pattern and secondly, to increase the productivity of and income from their limited resources. A series of instructions have been issued regarding the purposes for which Special Central Assistance could be utilized for the development of the Scheduled Castes.

2. On examination of information received from the State Governments/Union Territory Administrations, it has been found that a large chunk of the Special Central Assistance has been spent without effective linkage with the viability of the scheme. Some States had also kept the funds unspent for long intervals.

3. Despite considerable efforts made to extend the benefits of educational and other developmental programmes to ensure the upper mobility of Scheduled Castes, it is found that there is much to be desired. The major problem being faced in the area of Scheduled Castes development continued to be economic, educational and social. The need for special attention for groups like landless agricultural labourers marginal farmers, artisans, civic sanitation workers, flayers, tanners and leather workers and other unorganized labour continues to be crucial.

4. Considering all these, in amplification of earlier guidelines, it has been decided that the scope of the existing Special Central Assistance should include infrastructure development programmes in blocks having 50% or more of Scheduled Castes population subject to the condition that the SCA allocation should be made use of in such a way as to encourage larger efforts on development of Scheduled Castes on the part of States/Union Territories.

5. Accordingly, an illustrative list of items under various developmental sectors is enclosed herewith for which Special Central Assistance to Special Component Plan could be utilized on specific viable schemes covering Scheduled Castes population individually and/or in clusters, immediate steps for utilization of the SCA to SCP may be taken according to these revised guidelines.

6. I shall be grateful if you issue necessary directions to all concerned in this regard under intimation to the Ministry of Welfare and Planning Commission.

With regards,

Yours Sincerely,

Sd/-  
(GANGA DAS)

Chief Secretaries of all  
States/Union Territories.

No.19020/35/93-SCD-VI

Dated the 29<sup>th</sup> July 1993

Copy forwarded for necessary action to:-

1. Secretary, Planning Commission, New Delhi
2. Advisor (BC), Planning Commission, New Delhi. Secretary to the Government of India, All Ministries/Deptt,

Sd/-

(GANGA DAS)  
JOINT SECRETARY

**FAMILY ORIENTED CUM INCOME GENERATING SCHEMES FOR DEVELOPMENT OF SCHEDULED CASTES FAMILIES: -**

1. **AGRICULTURE**
  - (a) Training-Cum-demonstration to Scheduled Castes farmers.
  - (b) Distribution of seeds/fertilizers, minkits and pesticides to Scheduled Castes farmers in addition to the usual programmes of Agriculture department.
  - (c) Commercial crops programme in Scheduled Caste cultivators' land .
  - (d) High yielding variety programme in Scheduled Caste cultivators' land in addition to the usual programmes of Agriculture department.
  - (e) Assistance to persons/landless agricultural labourers belonging to Scheduled Castes for reclamation/development of their lands.
2. **HORTICULTURE**
  - (a) Taking up fruit and vegetable plantation in Scheduled Castes beneficiary land
  - (b) Training to Scheduled Castes in growing, marketing of fruits and vegetables produce
  - (c) Small nurseries seed farms incidental to the above.
3. **LAND REFORMS**
  - (a) Assistance to Scheduled Caste families who have been distributed surplus land for developing and cultivating the land.
  - (b) Preparation of land records of block having 50% or more Scheduled Caste population.
4. **MINOR IRRIGATION**
  - a. Check-dams, diversion channels, water harvesting structures, dug-wells, tube-wells, cooperative lift points for Scheduled Caste groups/community in areas having 50% or more Scheduled Caste beneficiaries.
  - b. Subsidy/assistance to individual beneficiaries for dug-wells, tube wells, irrigation pump sets, farm ponds.
5. **SOIL CONSERVATION**
  - a. Plantation of food and species as part of soil conservation measures.
6. **ANIMALHUSBANDRY**
  - (a)Supply of milk cattle, poultry, goat, sheep, pigs and duck units to Scheduled Caste families.
  - (b) Assistance to dairy and poultry cooperative societies in the areas with substantial Scheduled Caste population.
7. **FORESTRY**
  - a. Development of Social and agro-forestry benefiting Scheduled Caste Families.
8. **FISHERIES**
  - a. Assistance to Scheduled Caste Families for pisciculture.
  - b. Training of Scheduled Castes in fish production collection etc.
  - c. Development of Scheduled Caste fishermen cooperative
  - d. Subsidy/assistance to Scheduled Caste fishermen to purchase fishing boats, nets etc.
9. **VILLAGE & SMALL INDUSTRIES**
  - (a) Skill development training to traditional Scheduled Caste artisans in modern methods of production.
  - (b) Assistance to Scheduled Caste artisans/craftsmen for setting up of business and small and cottage industries.
  - (c) Entrepreneurship development training to Scheduled Castes.
  - (d) Bee Keeping
  - (e) Sericulture
  - (f) Introduction of new craft programmes among Scheduled Caste families.
10. **COOPERATIVES**



- a. Formation of new cooperatives and strengthening existing Cooperatives with substantial Scheduled Caste members for promoting ventures in traditional occupations like leather works, weaving and brick-making etc.
- b. Strengthening of consumer cooperatives, labour cooperatives and other cooperatives having a substantial number of Scheduled Castes members.
- c. Working capital assistance to Scheduled Caste cooperatives engaged in production of consumable items etc.
- d. Training to Scheduled Caste members of cooperatives in management and administration cooperatives.
- e. Processing/marketing cooperatives.

**11. EDUCATION**

- a. Establishment and running of residential schools in areas having low level literacy.
- b. Repairs and proper upkeep of existing schools/hostels meant for Schedule Castes.

**12. SCHEDULED CASTE WOMEN.**

- a. Assistance to Scheduled Caste Women and their cooperatives for their production and marketing of consumer goods.
- b. Training of Scheduled Caste women in schemes designed to improve family earning.

**13. ECOLOGY AND ENVIRONMENT**

Programmes of improvement of ecology and environment having a bearing on family-oriented economic programmes.

**14. MINIMUM NEEDS PROGRAMME**

- a. Establishment of dispensaries/hospital/ centers for Homeopathic, Naturopathic and Yogic cures in areas having 50% or more Scheduled Caste population.
- b. Establishment of mobile medical dispensaries so that all areas of SC concentration can be targeted for the provision of health services.
- c. Provision of electric supply and light to the Scheduled Caste habitats.
- d. Provision of drinking water to Scheduled Caste habitats where there are no drinking water facilities.
- e. Development of village link roads and small C.D. Works in areas/blocks having 50% or more Scheduled Caste population.

GANGA DAS  
JOINT SECRETARY  
TELE NO: 381652

GOVERNMENT OF INDIA  
MINISTRY OF WELFARE  
SHASTRI BHAWAN  
NEW DELHI-110001

D.O. NO.19020/35/95-SCD-VI

**DATED: 27.10.93**

Dear Shri

Please refer to my D.O. letter of even number dated 29<sup>th</sup> July, 1993, regarding Special Central Assistance (SCA) to Special Component Plan (SCP) and amplified guidelines thereon with an illustrative list of items under various developmental sectors where SCA could be utilized in blocks having 50 per cent or more of Scheduled Caste population.

2. In this connection, it is clarified that the "amplified guidelines do not alter the principle of SCA being an additive to SCP and its utilization in conjunction with SCP for filling the critical gaps and for providing missing inputs on viable schemes for the economic development of Scheduled Caste families. **SCA should not be used to substitute the obligations for State Governments under their Plan and non-plan allocations for Scheduled Castes. Use of SCA with the SCP for establishing and running residential schools should strictly be in areas having low literacy, particularly in those areas where literacy level amongst SC female is below two percent.** Similarly utilization of SCA with SCP for the items mentioned under Minimum Needs Programmes should be in those areas where such facilities are not available for Scheduled Castes."

With regards,

Yours sincerely,  
Sd/-  
(GANGA DAS)

To  
Secretary, Social Welfare Of all states/UTs as per the list.



A.K. CHOUDHARY  
TEL 3381643,  
D.O. No.19020/35/93-SCD-VI/II

MINISTRY OF SOCIAL JUSTICE  
AND EMPOWERMENT  
GOVERNMENT OF INDIA  
SHASTRI BHAVAN, NEW DELHI  
DATED 7 Th SEPTEMBER 1998.

Dear

Kindly refer to this Ministry's d.o. letter of even number dated 29.7.1993 regarding amplification of guidelines on Special Central Assistance to Special Component Plan for Scheduled Castes, extending the scope of its utilization also for infrastructure development programmes in the blocks having 50 per cent or more of SC population .

2. On the basis of requests from various State Governments for exemption of blocks having 50 percent or more of SC population for utilization of SCA for infrastructural development programmes, the matter was re-examined and it is found that the benefit of infrastructure development out of SCA funds is possible only for SCs in a few blocks in the country spread over in four States. Since most of the villages in the country with high concentration of SC population are lacking basic infrastructure for providing drinking water facilities, health care facilities, link roads, educational facilities, etc. to SC population, it has been decided to relax the condition of blocks having 50 per cent or more of SC population for use of SCA for infrastructural development programmes. SCA may now be utilized for infrastructural development programmes in villages with 50% or more of SC population, where infrastructural facilities for overall development of SCs are lacking.

3. Since the main objective of SCA is the economic development of SC population in order to bring them above the poverty line, only 10% of the total SCA released to the State/UT in a year should be utilized for infrastructural development programmes in the villages having 50 per cent or more of SC population.

4. As you are aware, SCA is an additive to the SCP of State/UT and its utilisation should primarily be on income generating schemes/programmes of economic development of SCs in conjunction with SCP as well as resources available from other sources like various corporations, financial institutions etc. The basic principle of utilization of SCA in conjunction with SCP for filling the critical gaps and for providing missing inputs on viable schemes may strictly be followed while utilizing SCA for economic development schemes as well as infrastructure development programmes. SCA should not be used to substitute the obligations of State Government/UT Administrations under their plan and non-plan allocations for SCs.

5. The details of villages where SCA funds are utilized for the purpose of infrastructural development and the physical achievement thereon may also be included in the quarterly and annual progress reports on utilization of SCA to be furnished to this Ministry by the State Government/UT Administrations.

With regards,

Yours sincerely,  
Sd/-  
(A.K. CHOUDHARY)

To

1. Chief Secretaries of 24 States ( as per list attached)
2. Secretaries in charge of SC Welfare ( as per list attached )

Copy for information to:

1. Advisor (SW&BC), Planning Commission, Yojana Bhavan, New Delhi
2. Secretary, National Commission for SCs & STs, Lok Nayak Bhavan, New Delhi
3. Accountant General in 24 States /UTs
4. Director, Office of the C & AG, New Delhi

Sd/-  
(A.K.CHODHARY)  
Joint Secretary



## Additional Instruction

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D.O No.11014/5/98-SCD-II

S.K PANDA

Tel: 3387924(O)

FAX: 3384918

Ministry of Social Justice and

Empowerment

Government of India

Shastri Bhavan

New Delhi-110001

Dated 9.10.2000

Dear

As you are aware, guidelines on provision of Special Central Assistance (SCA) to Special Component Plan (SCP) of the State Governments/UT Administrations was last revised and circulated vide d.o. No.11014/21/97-SCD-II dated 6.10.98. As this assistance is provided as an additive to the SCP for welfare of Scheduled Castes, the amended guidelines provided that the State Governments/UT Administrations will have full flexibility in utilizing the SCA, subject to the condition that it should be utilized in conjunction with the SCP and other resources available from other sources like various corporations, financial institutions etc. The SCA is to be utilized mainly for assisting SC families, living below the poverty line bridging the critical gaps and providing missing inputs of vital nature for making the schemes more meaningful. Utilization of upto 10% of the SCA for development of required infrastructure is provided under the guidelines.

2. With a view to implement the schemes in a more focused manner, the State Government/UT Administration have been requested to submit project report for utilization of admissible SCA during 2000-01 indicating the economic activities proposed to be financed, provision of required forward and backward linkages, flow of institutional finance and other details. This Ministry's D.O. letter number 11014/30/99-SCD-II (Pt) dated 25.5.2000 may please be referred to in this regard. We have not received detailed project reports from your State so far. The first installment of SCA has been released to your State based on population and relative backwardness. You are requested to give your personal attention and arrange for sending project reports and utilization certificate in respect of the amount sanctioned so far at the earliest. It may please be noted that release of 2nd instalment of SCA would be considered only on getting the project reports and utilization certificate.

3. Subsequent to issue of the guidelines indicated above, certain clarification on utilization of the SCA by the State Government/UT Administration have been sought. The position in respect of the points raised is hereby clarified as follows:

(i) In this Ministry's letter No.16011/1/94-SCD-IV dated 23<sup>rd</sup> August, 1994, it was clarified that SC beneficiaries, living below the poverty line may be provided assistance under SCA in manner similar to those admissible under the Integrated Rural Development Programme (IRDP). The Ministry of Rural Development has launched the Swarnajayanti Gram Swarozgar Yojana (SGSY) in April, 1999, in place of IRDP, as a holistic programme covering all aspects of self employment, such as organization of poor into self help groups, and provision of training, credit, technology, infrastructure and marketing etc. to such groups, for enabling the poor families to cross the poverty line. The SGSY adopt a project approach for each key activity. The poor families are to be assisted for taking up viable income generating activities, through a mix of institutional finance and subsidy. Guidelines of SGSY provides that credit will be the critical component and subsidy will be the only a minor and enabling element. In view of the above, relevant provisions of SGSY, may be adopted as a totality, while utilizing SCA. Amount of subsidy admissible under SGSY i.e. subject to a maximum of Rs.10, 000 per beneficiary may accordingly

be adopted in case of Special Central Assistance. The number of SC families assisted under the Scheme and the number crossing the poverty line may be monitored and reported to the Ministry on quarterly basis.

(ii) As regards selection of SC families living below poverty line and definition of poverty line, the guidelines issued by the Planning Commission and the procedure laid down by the Ministry of Rural Development for selecting the beneficiaries through the Panchayati Raj Institutions may be adopted.

(iii) Special Central Assistance should be utilized only for the purpose specified under the guidelines and should not be diverted for any other purpose.



4. We are separately communicating dates for discussing the SCP of your State for the year 2000-01 as well as the project report for utilization of SCA, some time in Oct-Nov 2000. As the matter relates to welfare of Scheduled Castes, I shall be grateful to you for giving your personal attention on the matter and arrange to send the project report and SCP document at the earliest.

Yours sincerely,

Sd/-

(S.K. PANDA)

Secretary  
Social Welfare Deptt.  
Govt. of (24 States)  
(As per list attached)

No.11014/ 8/2003-SCD-II  
Government of India  
Ministry of Social Justice & Empowerment

Shastri Bhavan, New Delhi  
Dated 29.3.2007

To,

(27 States/UTs)

Subject: - Guidelines for utilization of Special Central Assistance (SCA) to the Scheduled Castes Sub Plan (SCSP).

The fundamental objectives and the basic operative principles of the approved Special Central Assistance scheme are (a) economic development of the SC target groups by way of employment or self employment either in primary or secondary or tertiary sectors, (b) Special emphasis on training and skill development with forward linkages for employment and occupational diversification.

2. It has been the endeavor of this Ministry to serve the larger cause of the target groups by guiding the State Governments in directing their efforts and initiatives from time to time. As a further initiative, the Ministry has decided to draw a new road map for the empowerment of the SC target groups in tune with the opportunities offered by the modern era of globalization and liberalization. In this exercise the most important component is quality and excellence, both in professional education and training which have a direct linkage with high -end employment.

3. The need of the hour is to promote sunrise sectors through the Special Central Assistance mechanism without leaving any scope or possibility for dilution of the qualitative excellence of the new programmes. While doing so the emphasis would rest on choosing the best out of the available market by diligent observance of norms of propriety and transparency. It is thus felt necessary to include capacity building programmes matching the new sunrise high-end sectors within the existing format of the scheme of Special Central Assistance. An illustrative list of such sectors is Commercial Pilot Course, Aviation and Hospitality Course, course in Fashion Technology, General Nursing Course and Hotel Management Course. These are all income generating activities and fit into the scheme of Special Central Assistance.

4. The recent public private partnership initiative taken by the Government of Karnataka in such high-end sunrise sectors have come to the notice of this Ministry. They have started various training courses after a competitive exercise and deliberate effort to have minimal possible costs. This Ministry would like similar or better initiatives by other States also.

5. The focus of Special Central Assistance is to bring in economic development through occupational diversification and professionalization in a changing market situation. The development approach of the Governments therefore needs to change with the changing course of Indian economy. The States need to identify the activities according to their felt needs and support them through Special Central Assistance if they fit into the broad mandate of the scheme.

6. With these amplifications, the State Governments/UT Administrations are requested to open up more avenues for the SC youth to prove their potential and excellence in high-end income generating activities.

7. These guidelines will come into effect/introduced from 2007-08

8. This issues with the approval of competent authority.



## Additional Instruction

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D.O No.11014/5/98-SCD-II

S.K PANDA

Tel: 3387924(O)

FAX: 3384918

Ministry of Social Justice and

Empowerment

Government of India

Shastri Bhavan

New Delhi-110001

Dated 9.10.2000

Dear

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2. With a view to implement the schemes in a more focused manner, the State Government/UT Administration have been requested to submit project report for utilization of admissible SCA during 2000-01 indicating the economic activities proposed to be financed, provision of required forward and backward linkages, flow of institutional finance and other details. This Ministry's D.O. letter number 11014/30/99-SCD-II (Pt) dated 25.5.2000 may please be referred to in this regard. We have not received detailed project reports from your State so far. The first installment of SCA has been released to your State based on population and relative backwardness. You are requested to give your personal attention and arrange for sending project reports and utilization certificate in respect of the amount sanctioned so far at the earliest. It may please be noted that release of 2nd instalment of SCA would be considered only on getting the project reports and utilization certificate.

3. Subsequent to issue of the guidelines indicated above, certain clarification on utilization of the SCA by the State Government/UT Administration have been sought. The position in respect of the points raised is hereby clarified as follows:

(i) In this Ministry's letter No.16011/1/94-SCD-IV dated 23<sup>rd</sup> August, 1994, it was clarified that SC beneficiaries, living below the poverty line may be provided assistance under SCA in manner similar to those admissible under the Integrated Rural Development Programme (IRDP). The Ministry of Rural Development has launched the Swarnajayanti Gram Swarozgar Yojana (SGSY) in April, 1999, in place of IRDP, as a holistic programme covering all aspects of self employment, such as organization of poor into self help groups, and provision of training, credit, technology, infrastructure and marketing etc. to such groups, for enabling the poor families to cross the poverty line. The SGSY adopt a project approach for each key activity. The poor families are to be assisted for taking up viable income generating activities, through a mix of institutional finance and subsidy. Guidelines of SGSY provides that credit will be the critical component and subsidy will be the only a minor and enabling element. In view of the above, relevant provisions of SGSY, may be adopted as a totality, while utilizing SCA. Amount of subsidy admissible under SGSY i.e. subject to a maximum of Rs.10, 000 per beneficiary may accordingly

be adopted in case of Special Central Assistance. The number of SC families assisted under the Scheme and the number crossing the poverty line may be monitored and reported to the Ministry on quarterly basis.

(ii) As regards selection of SC families living below poverty line and definition of poverty line, the guidelines issued by the Planning Commission and the procedure laid down by the Ministry of Rural Development for selecting the beneficiaries through the Panchayati Raj Institutions may be adopted.

(iii) Special Central Assistance should be utilized only for the purpose specified under the guidelines and should not be diverted for any other purpose.

Yours sincerely,  
Sd/-  
(Arbind Prasad)  
Joint Secretary to Government of India

No.11014/ 8/2003-SCD-II  
Government of India  
Ministry of Social Justice & Empowerment

To  
The Secretaries in charge of SC Welfare,  
All States/UTs.

Shastri Bhavan, New Delhi  
Dated 24.8.07

**Subject: Guidelines for utilization of Special Central Assistance to Scheduled Caste Sub Plan.**

Sir,

The scheme of Special Central Assistance to Scheduled Caste Sub Plan was started in 1980 to give a thrust to the development programmes for the Scheduled Castes (SCs), with particular reference to their occupational pattern and to the need for increasing the productivity of and income from their limited resources.

2. In view of the varying needs and availability of opportunities in different States of the country and even with different regions of the same State, State Govts have been given flexibility in choice of scheme to be implemented out of SCA. However, this Ministry has been issuing enabling guidelines from time to time to focus directions of the State Govts towards newer avenues and to address some of the chronic disabilities suffered by SCs, especially with respect to lack of access to essential services.

3. Atrocities on SCs is an area of concern. Lack of basic infrastructural facilities is one of the important factors responsible for incidents of atrocities in the remote and inaccessible villages/habitations of Scheduled Castes. Further, awareness among SCs about the legal provisions to check the atrocities is limited by the lack of education.

4. In order to address the concerns stated above, special steps are required to be taken. As a first step all the State Govts should identify atrocity prone areas. For development of these areas, State Govt are requested to undertake following activities out of the SCA released by the Ministry:

- i. Guidelines for utilizing upto 10% of SCA released in a year on infrastructure development in SC dominated Blocks/villages were issued vide this Ministry's letters dated 29.7.93 and 7.9.98. Priority should be given to identify atrocity prone areas in implementation of infrastructure development schemes.
- ii. Setting up of primary schools for Scheduled Castes; and
- iii. Coverage of beneficiaries from these identified Districts on priority basis under the income-generating beneficiary oriented schemes.

5. Since SCA is provided as an additive, the funds earmarked for SCSP under different sectors of the State Plan should be effectively mobilized and pooled together for deriving optimum outcome.

6. These guidelines will come into effect immediately.

Yours Sincerely,  
Sd/-  
(Dr. Arbind Prasad)  
Joint Secretary to Government of India

Tele.No.: 23384284

No.11014/22/2012-SCD-II  
Government of India  
Department of Social Justice & Empowerment

Shastri Bhavan, New Delhi - 110 115  
Dated 2<sup>nd</sup> May, 2013

To  
The Principal Secretary/Secretary,



Department of Social Welfare/Scheduled Castes Development,  
27 State Govt./UT Administration

**Subject:- Guidelines for utilisation of funds in Skill Development Programmes under the Central Sector Scheme of Special Central Assistance(SCA) to Scheduled Caste Sub Plan(SCSP).**

Sir,

The Government of India in the Ministry of Social Justice and Empowerment is implementing a "**Central Sector Scheme of Special Central Assistance(SCA) to Scheduled Castes Sub Plan(SCSP)**" since 1980 for the development of Scheduled Castes who form the major chunk of the country's population living below the poverty line. The main objective of this scheme is to give a thrust to family oriented schemes of economic development of Scheduled Castes living below the poverty line. The important provisions of the scheme, inter alia, include the following:

- Utilisation of 15% and 5% of total SCA released in a year to be used for the economic development of SC women and disabled persons among SCs respectively;
- Upto 10% of the total SCA released in a year can be utilized for infrastructure development programmes in villages having more than 50% SC population;
- Upto 3% of SCA released in a year can be utilised for monitoring and evaluation of the scheme.

2. This Ministry, vide letter No.11014/8/2003-SCD-II, dated 29.03.2007(copy enclosed), had also issued guidelines for utilisation of funds for economic development of the SC target group by laying emphasis on training and skill development, as well as working out forward linkages for employment and occupational diversification in the primary, secondary and tertiary sectors. However, so far, there was no earmarking of funds under the Scheme, specifically for skill development programmes.

3. The State Governments/UT Administrations are, therefore, requested that at least 10% of the funds of SCA to SCSP should be utilised for skill development programmes within existing framework of the Scheme w.e.f the current financial year 2013-14, in order to enhance the employability of the target group.

4. This issues with approval of Competent Authority.

Yours faithfully,

Sd/-

(Sanjeev Kumar)

Joint Secretary to Government of India

Encl: As above

No.11014/22/2012-SCD-II

Government of India

Department of Social Justice and Empowerment

Shastri Bhavan, New Delhi - 110 115

Dated 6<sup>th</sup> June, 2013

To

The Principal Secretary/Secretary,  
Department of Social Welfare/Scheduled Castes Development,  
27 State Government/UT Administrations

Sir/Madam,

In continuation of this Ministry's letter No. 11014/22/2012-SCD-II dated 2.05.2013(copy enclosed), the undersigned is directed to state that after completion of the training programmes for skill development of SC beneficiaries, to be implemented with the support of Special Central Assistance to Scheduled Castes Sub Plan funds, placement of, at least, 70% of the trained candidates either in waged employment or in self employment may please be ensured.

Yours faithfully,

Sd/-

Maulishree Pande

Tele: 011-23387539

Encl: As above

Yours sincerely,  
Sd/-  
(Arbind Prasad)  
Joint Secretary to Government of India

No.11014/ 8/2003-SCD-II  
Government of India  
Ministry of Social Justice & Empowerment

To  
The Secretaries in charge of SC Welfare,  
All States/UTs.

Shastri Bhavan, New Delhi  
Dated 24.8.07

**Subject: Guidelines for utilization of Special Central Assistance to Scheduled Caste Sub Plan.**

Sir,

The scheme of Special Central Assistance to Scheduled Caste Sub Plan was started in 1980 to give a thrust to the development programmes for the Scheduled Castes (SCs), with particular reference to their occupational pattern and to the need for increasing the productivity of and income from their limited resources.

2. In view of the varying needs and availability of opportunities in different States of the country and even with different regions of the same State, State Govts have been given flexibility in choice of scheme to be implemented out of SCA. However, this Ministry has been issuing enabling guidelines from time to time to focus directions of the State Govts towards newer avenues and to address some of the chronic disabilities suffered by SCs, especially with respect to lack of access to essential services.

3. Atrocities on SCs is an area of concern. Lack of basic infrastructural facilities is one of the important factors responsible for incidents of atrocities in the remote and inaccessible villages/habitations of Scheduled Castes. Further, awareness among SCs about the legal provisions to check the atrocities is limited by the lack of education.

4. In order to address the concerns stated above, special steps are required to be taken. As a first step all the State Govts should identify atrocity prone areas. For development of these areas, State Govt are requested to undertake following activities out of the SCA released by the Ministry:

- i. Guidelines for utilizing upto 10% of SCA released in a year on infrastructure development in SC dominated Blocks/villages were issued vide this Ministry's letters dated 29.7.93 and 7.9.98. Priority should be given to identify atrocity prone areas in implementation of infrastructure development schemes.
- ii. Setting up of primary schools for Scheduled Castes; and
- iii. Coverage of beneficiaries from these identified Districts on priority basis under the income-generating beneficiary oriented schemes.

5. Since SCA is provided as an additive, the funds earmarked for SCSP under different sectors of the State Plan should be effectively mobilized and pooled together for deriving optimum outcome.

6. These guidelines will come into effect immediately.

Yours Sincerely,  
Sd/-  
(Dr. Arbind Prasad)  
Joint Secretary to Government of India

Tele.No.: 23384284

No.11014/22/2012-SCD-II  
Government of India  
Department of Social Justice & Empowerment

Shastri Bhavan, New Delhi - 110 115  
Dated 2<sup>nd</sup> May, 2013

To  
The Principal Secretary/Secretary,



No.11014/22/2012-SCD-II  
Government of India  
Department of Social Justice and Empowerment

Shastri Bhawan, New Delhi - 110 115

Dated 11<sup>th</sup> September, 2014

To

The Principal Secretary/Secretary,  
Department of Social Welfare/Scheduled Castes Development,  
State Government/UT Administration of 28 States/UTs (As per list enclosed)

Sir/Madam,

In continuation of this Ministry's letter dated 2.05.2013 (Annexure-I) and 6.06.2013 (Annexure-II), the undersigned is directed to state that in order to give necessary impetus for economic development of women, out of the total SC beneficiaries covered under Skill Development programmes, participation of atleast 30% women candidates may be ensured.

Yours faithfully,

Sd/-  
G K Dwivedi  
Tele: 011-23385491

Encl: As above

Copy to:

1. PS to Hon'ble Minister, Ministry of Social Justice and Empowerment, Shastri Bhawan, New Delhi-for information of Hon'ble Minister(SJ&E).
2. PS to Hon'ble Minister of State, Ministry of Social Justice and Empowerment, Shastri Bhawan, New Delhi-for information of Hon'ble Minister of State (SJ&E).
3. PPS to Secretary, Ministry of Social Justice and Empowerment, Shastri Bhawan, New Delhi-for information of Secretary (SJ&E).
4. PPS to Addl. Secretary, Ministry of Social Justice and Empowerment, Shastri Bhawan, New Delhi-for information of Addl. Secretary (SJ&E).
5. Advisor (SJ&E), Planning Commission, Yojana Bhawan, New Delhi-110001.
6. Economic Advisor, Ministry of Social Justice and Empowerment, Shastri Bhawan, New Delhi
7. Secretary, National Commission for Scheduled Castes, Loknayak Bhawan, New Delhi-110003.
8. Director, Audit, Office of CA&G, 9, Deen Dayal Upadhyay Marg, New Delhi 110124.
9. DS(IFD), Ministry of Social Justice and Empowerment, Shastri Bhawan, New Delhi.

Sd/-  
(G K Dwivedi)

**MOST IMMEDIATE**

**F. No. 11014/03/2016-SCD-II  
Government of India  
Ministry of Social Justice & Empowerment  
Department of Social Justice & Empowerment**

Shastri Bhawan, New Delhi

Dated: 30th May, 2016

To

The Principal Secretary (ies),  
Department of Social Welfare / Scheduled Castes Development,  
State Government / UT Administration implementing SCA to SCSP  
(As per list enclosed)

**Subject: Guidelines for utilization of funds in Skill Development Programmes under the Central Sector Scheme of Special Central Assistance (SCA) to Scheduled Castes Sub Plan (SCSP).**

Sir/Madam,

You are aware that the Government of India in the Ministry of Social Justice and Empowerment is implementing a "Central Sector Scheme of Special Central Assistance (SCA) to Scheduled Castes Sub Plan (SCSP)" since 1980 for the development of Scheduled Castes who form the major chunk of the country's population living below the poverty line. The main objective of this scheme is to give a thrust to family oriented schemes of economic development of Scheduled Castes living below the poverty line.

2. Guidelines on utilization of central assistance released under the Scheme, inter alia, include earmarking at least 10% of the funds for skill development programmes within existing framework of the Scheme in order to enhance the employability of the target group and ensuring the placement of at least 70% of these trained candidates in either waged employment or in self employment after completion of the training programmes along with ensuring overall participation of at least 30% women candidates in these training programmes. In this regard, guidelines were issued vide letter dated 2.05.2013, 6.06.2013 and 11.09.2014.

3. A number of Ministries/Departments of the Union Government are implementing various Schemes related to Skill Development. For bringing uniformity and standardization in the implementation of various Skill Development Schemes, the Government of India has issued notifications dated 27.12.2013 and 15.07.2015 (**copy enclosed**) regarding, inter-alia, the National Skill Qualification Framework (NSQF) and norms for implementation of various Skill Development Schemes respectively. The provisions of this Notification came into force from the date of its



Notification. State Governments are also expected to align their Skill development schemes with the Common Norms so as to bring in uniformity and standardization.

4. In view of the above, it is requested that the minimum 10% of the funds under scheme of SCA to SCSP, which are being earmarked for Skill Development should henceforth be disbursed in accordance with provisions of the Common Norms for Skill Development so as to ensure uniformity and standardization in implementation of the Skill Development Schemes. The States are accordingly requested to modify their guidelines, if any, accordingly. It is further requested that you may refer to the website of Ministry of Skill Development and Entrepreneurship, Govt. of India on regular basis for any future notifications or updates in this matter for scrupulous implementation of the norms.

5. This issues with the approval of competent authority.

Yours faithfully,

  
(B. L. Meena)

Joint Secretary to Government of India

Ph: 011-23384284

E-mail: jsbc-msje@nic.in

TO BE PUBLISHED IN THE GAZETTE OF INDIA

EXTRAORDINARY, PART 1, SECTION 2

MINISTRY OF FINANCE

(Department of Economic Affairs)

NOTIFICATION

New Delhi, the 27<sup>th</sup> December, 2013

No. 8/6/2013-Invt.—In pursuance of the decision of the Cabinet Committee on Skill Development in its meeting held on 19<sup>th</sup> December, 2013, the National Skill Qualification Framework (NSQF) is hereby notified as per the following details:

**1. DEFINITIONS APPLICABLE TO NSQF**

- i. **"Competence"** means the proven ability to use acquired knowledge, skills and personal and social abilities, in discharge of responsibility roles. It is the ability to do a job well.
- ii. **"Credit"** is recognition that a learner has successfully completed a prior course of learning, corresponding to a qualification at a given level.
- iii. **"Knowledge"** means the outcome of the assimilation of information through learning. Knowledge is the body of facts, principles, theories and practices that is related to a field of work or study. Knowledge is described as theoretical and/or factual.
- iv. **"Learner"** refers to an individual undergoing skill development training, whether in a formal or informal setting.
- v. **"Learning Outcomes"** represent what a learner knows, understands and is able to do on completion of a learning process, and which would be expressed in terms of knowledge, skills and competence.;
- vi. **"National Skills Qualifications Committee" or "NSQC"** refers to the Committee set up in accordance para 14. (i).
- vii. **"Qualification"** means a formal outcome of an assessment and validation process which is obtained when a competent body determines that an individual has achieved learning outcomes to given standards.



- viii. "Recognition of Prior Learning" or "RPL" is the process of recognising previous learning, often experiential, towards gaining a qualification
- ix. "Sector" means a grouping of professional activities on the basis of their main economic function, product, service or technology
- x. "Skills" means the ability to apply knowledge and use know-how to complete tasks and solve problems. Skills are described as cognitive (involving the use of logical, intuitive and creative thinking) or practical (involving manual dexterity and the use of methods, materials, tools and instruments);
- xi. "Trainer" means someone who trains, instructs, teaches or otherwise enables the learner(s) to acquire the appropriate knowledge and skills.
- xii. "Training Provider", "Institute" and "Institution" refer to any organisation providing knowledge and skills to learners.

## 2. WHAT IS THE NATIONAL SKILLS QUALIFICATION FRAMEWORK?

- i. The National Skills Qualification Framework (NSQF) organizes qualifications according to a series of levels of knowledge, skills and aptitude. These levels are defined in terms of learning outcomes which the learner must possess regardless of whether they were acquired through formal, non-formal or informal learning. In that sense, the NSQF is a quality assurance framework. It is, therefore, a nationally integrated education and competency based skill framework that will provide for multiple pathways, horizontal as well as vertical, both within vocational education and vocational training and among vocational education, vocational training, general education and technical education, thus linking one level of learning to another higher level. This will enable a person to acquire desired competency levels, transit to the job market and, at an opportune time, return for acquiring additional skills to further upgrade their competencies.
- ii. The key elements of the NSQF provide:
  - a. national principles for recognising skill proficiency and competencies at different levels leading to international equivalency
  - b. multiple entry and exit between vocational education, skill training, general education, technical education and job markets
  - c. progression pathways defined within skill qualification framework
  - d. opportunities to promote lifelong learning and skill development
  - e. partnership with industry/employers
  - f. a transparent, accountable and credible mechanism for skill development across various sectors
  - g. increased potential for recognition of prior learning
- iii. The qualification framework is beneficial to schools, vocational education and training providers, higher education institutes, accrediting authorities as well as industry and its



representative bodies, unions, professional associations and licensing authorities. The biggest beneficiaries of such a framework are the learners who can judge the relative value of a qualification at a particular level on the framework and make informed decisions about their career progression paths.

### **3. INTERNATIONAL EXPERIENCE WITH QUALIFICATION FRAMEWORKS**

i. A paradigm shift from education based on inputs towards education based on learning outcomes is taking place. Outcomes-based learning is a widely used term. The shift to learning outcomes is important for a number of reasons:

- a. It shifts focus from providers to users of education and training.
- b. By explaining what a learner is expected to know, understand or be able to do at the end of a learning process, individuals are better able to see what is offered in a particular course and how this links with other courses and programs.
- c. It increases transparency and strengthens accountability of qualifications – for the benefit of individual learners and employers.

The vast majority of the world's industrialized and transition countries are reforming their qualifications, while at the same time developing frameworks to relate these qualifications to each other and to generally reflect new demands in society and the labour market. The development of these systems is often linked to changes in higher education, technical and vocational education and training (TVET) and lifelong learning.

ii. Many countries worldwide are in the process of introducing qualification frameworks. Though the theoretical principles of all frameworks remain largely similar, the objectives of launching the frameworks vary. Whether the emphasis is on increasing the relevance and flexibility of education and training programs, easing recognition of prior learning, enhancing lifelong learning, improving the transparency of qualification systems, creating possibilities for credit accumulation and transfer, or developing quality assurance systems, Governments are increasingly turning to qualifications frameworks as a policy tool for reform. In some cases national developments are propelled by the emergence of regional frameworks (such as the European Qualification Framework). In many cases the implementation of qualification frameworks has been widely supported by international organizations and is often linked to aid money and even loans. There is increasing activity from international agencies in the area of qualifications frameworks: the Organisation for Economic Cooperation and Development (OECD), the International Labour Office (ILO), the World Bank (WB) and the European Union (EU) have current qualification framework projects.

### **4. BACKGROUND OF DEVELOPMENT OF QUALIFICATION FRAMEWORK IN INDIA**

i. Through the National Policy on Skill Development, 2009, India recognized the need for the development of a national qualification framework that would transcend both general education and vocational education and training. The Policy envisioned that the framework will stimulate and support reforms in skills development and facilitate establishment of nationally standardized and acceptable, and internationally comparable qualifications. In the absence of an organization at the Central level to develop such a framework, individual Ministries started working on development of the framework, which were to subsequently be subsumed in the National framework, when available. The Ministry of Labour and



Employment developed the National Vocational Qualifications Framework (NVQF) and the Ministry of Human Resource Development developed the National Vocational Educational Qualification Framework (NVEQF). The Ministry of Human Resource Development also launched a pilot of the NVEQF in Haryana at the secondary school level.

ii. Realizing the need to have a unified framework, an Inter-Ministerial Committee was formed by the Cabinet Secretariat to use the work already done by the two Ministries as the foundation of the National Skills Qualification Framework. With the formation of the National Skill Development Agency, the mandate to anchor and operationalize the NSQF to ensure that quality and standards meet sector specific requirements was transferred to the Agency.

## 5. NEED FOR QUALIFICATION FRAMEWORK IN INDIA

i. In India, general education and vocational education & training have been operating as separate verticals, with very little interaction between the two. This has led to hesitation amongst the youth in opting for vocational education and training as it is presumed that this avenue would preclude the concerned individual from being able to acquire higher degrees and qualifications. In order to facilitate mobility from vocational to general education, and vice-versa, a qualification framework for India, i.e. the National Skill Qualification Framework (NSQF) will help make qualifications more understandable and transparent.

ii. The need for the NSQF arises due to the following additional reasons:

- a. Till now the focus of education and training has been almost entirely on inputs. The NSQF is based on an **outcomes-based approach**, and each level in the NSQF is defined and described in terms of competency levels that would need to be achieved. Job roles corresponding to each of these competency levels would be ascertained with the involvement of industry, through the respective Sector Skill Councils (SSCs).
- b. Pathways of learning and progression, especially on the vocational education and training front, are generally unclear or absent. There is no clear provision for vertical or horizontal mobility. The NSQF will **make the progression pathways transparent** so that institutes, students and employers are clear as to what they can or cannot do after pursuing a particular course and address the issues of inequity and disparity in qualifications
- c. There is lack of uniformity in the outcomes associated with different qualifications across institutions, each with its own duration, curriculum, entry requirements as well as title. This often leads to problems in **establishing equivalence of certificates/diplomas/degrees** in different parts of the country, which in turn impacts the employability and mobility of students
- d. The negative perception associated with vocational education and training can be significantly removed by the **development of quality qualifications that also permit acquisition of higher qualifications**, including degrees and doctorates
- e. There exist a large section of people who have acquired skills in the informal sector but who do not have the necessary formal certifications to attest to their skills. As a competency-based and outcomes based qualification framework, NSQF will facilitate



Recognition of Prior Learning (RPL) that is largely lacking in the present education and training scenario

- f. Majority of Indian qualifications are not recognized internationally and vice-versa. This creates a problem for the students and workers as their international mobility is adversely affected and they often have to undergo a course again to get a qualification that is recognized in the host country. The NSQF will also help **alignment of Indian qualifications to international qualifications in accordance with relevant bilateral and multilateral agreements**. Many countries are already in the process of aligning their qualifications to international qualifications through qualification frameworks
- g. The **credit accumulation and transfer system** that will be integrated in the NSQF will allow people to move between education, vocational training and work at different stages in their lives according to their needs and convenience. It will be possible for a student to leave education domain, get some practical experience in industry and return to studies to gain qualifications to progress higher in his chosen career

## 6. OBJECTIVES OF NSQF

- i. The objectives of the NSQF are to provide a framework that:
  - a. Accommodates the diversity of the Indian education and training systems
  - b. Allows the development of a set of qualifications for each level, based on outcomes which are accepted across the nation
  - c. Provides structure for development and maintenance of progression pathways which provide access to qualifications and assist people to move easily and readily between different education and training sectors and between those sectors and the labour market
  - d. Gives individuals an option to progress through education and training and gain recognition for their prior learning and experiences
  - e. Underpins national regulatory and quality assurance arrangements for education and training
  - f. Supports and enhances the national and international mobility of persons with NSQF-compliant qualifications through increased recognition of the value and comparability of Indian qualifications
- ii. **The NSQF is a quality assurance framework** — it facilitates the awarding of credit and supports credit transfer and progression routes within the Indian education and training system. It seeks to help everyone involved in education and training to make comparisons between qualifications offered in the country, and to understand how these relate to each other.



## 7. HOW IT WORKS?

i. The National Skill Qualification Framework is composed of ten levels, each representing a different level of complexity, knowledge and autonomy required to demonstrate the competence commensurate for that level. Level one of the framework represents the lowest complexity while level ten represents the highest complexity. The levels are defined by criteria expressed as learning outcomes. Volume of learning denoting *notional* time taken to acquire qualification may also be indicated for some levels and some sectors, but it is important to note that the NSQF Levels are not related directly to years of study. They are defined by the extent of demands made of the learner in broad categories of competence, i.e. professional knowledge, professional skill, core skill and responsibility. Over a lifetime of learning, individuals will move to higher from lower levels or across levels of qualifications as they take on new learning and acquire new skills.

ii. Each NSQF level is defined by a set of descriptors expressed as learning outcomes. The level descriptors are designed to allow broad comparisons to be made between outcomes of learning. However, it is not the case that every qualification will or should have all of the characteristics set out in the level descriptors. Each qualification at an NSQF level may be further defined with reference to curriculum, notional contact hours, subjects, duration of studies, workload, trainer quality and type of training institution, to indicate what is expected of the learner in terms of ability to do or apply at the end of the learning process. The positioning of two or more qualifications at the same level only indicates that they are broadly comparable in terms of the general level of outcome. It does not indicate that they necessarily have the same purpose or content.

iii. Some other issues associated with the NSQF are given below:

a. **National Occupational Standards (NOS):** NOS define the measurable performance outcomes required from an individual engaged in a particular task. They list down what an individual performing that task should know and also do. These standards can form the benchmarks for various education and training programs and recruitment range of HRM practices. Just as each job role may require the performance of a number of tasks, the combination of all the NOSs corresponding to these tasks would form the Qualification Pack (QP) for that job role. The NOSs and QP for each job role corresponding to each level of the NSQF are being formulated by the concerned Sector Skill Councils (SSCs). In the event of there being no SSC for a given sector, or inability on the part of the SSC to produce the NOSs/QPs in a timely manner, this responsibility may be assigned by the National Skills Qualifications Committee (NSQC) to a relevant regulatory body or other entity having experience and knowledge of the sector.

b. **Curriculum Packages:** The competency based curriculum packages would consist of syllabus, student manual, trainers guide, training manual, trainer qualifications, assessment and testing guidelines and multimedia packages and e-material. These will be developed for each NSQF level, and where relevant, for specific Qualification Packs (QPs) identified by the SSCs. This may be done by such agencies as the Ministries/ Departments, Sector Skills Councils and Regulatory Bodies may designate, or any other body, in accordance with the NSQF. NSQF curricula should be modular, allowing for skill accumulation and facilitating exit and entry. Curricula



design will also be aligned to a credit framework that reflects credits earned and competencies acquired. Training of trainers would also be aligned to the NSQF.

- c. **Industry Engagement:** Since the NSQF is based on an outcomes-based approach, participation of the industry and employers is a critical prerequisite for the success of NSQF. Vocational education, vocational training, general education and skill development courses will be designed, developed, delivered, and learners assessed and certified in accordance with the NSQF in consultation with SSCs, industry and employers. In addition to this the industry may also provide support in terms of providing training institutions.
- d. **Horizontal and vertical mobility:** For horizontal and vertical mobility to take place, the following are essential:
- Each level is linked to the ones above and below it by a series of steps. If these steps in any industry sector or academic domain are missing, the NSQF would help identify and map these missing gaps.
  - These gaps would have to be filled, and the key administrative ministry, regulatory bodies already operating in that sector, the SSCs and other stakeholders being part of the NSQF, would need to be consulted in the process.
  - The degree of lateral mobility that is considered desirable would have to be identified by the NSQF, and the same would have to be facilitated through on-going credit accumulation and transfer.

Accordingly, the NSQF would require such regulatory institutions (e.g. UGC, AICTE, NCVT, Technical and School Boards etc.) to define each of their entry and exit parameters in terms of competencies ascribable to that level of the NSQF so that vertical progression in vocational education would be strengthened. If necessary, reservations for individuals progressing through these channels can be considered and provided for. For instance, the system would permit vocational pass outs of Class X - XII, ITIs and polytechnics to gain entry into higher education programs in vocational/technical/general education courses including degree level courses such as the Bachelor of Vocational Studies (B.Voc.), notified by the University Grants Commission. Taking into account the competencies acquired and the credits accumulated, it would also be possible to change courses, if desired. Further, persons with skills shall have the option to move between vocational education, vocational training, general and higher education or vice versa at various stages, using pathways provided by the school boards, universities and colleges. If there are "competency gaps" identified in a candidate, a "bridge course" based on modular curricula to acquire those competencies may be imparted by the receiving Institution.

- e. **International comparability:** The NSQF will provide a means of articulation and alignment of the Indian Skill Qualification levels with those of other countries and regions. This will help in the mobility of Indian NSQF-aligned Qualification holders to work in and/or relocate to other parts of the world. The NSQF will also be the



means of interface with the various geographical regional frameworks that are developing across the world.

## 8. LEVEL DESCRIPTORS

- i. Each level of the NSQF is associated with a set of descriptors made up of five outcome statements, which describe in general terms, the minimum knowledge, skills and attributes that a learner needs to acquire in order to be certified for that level.
- ii. Each level of the NSQF is described by a statement of learning outcomes in five domains, known as level descriptors. These five domains are:
  - a. Process
  - b. professional knowledge,
  - c. professional skill,
  - d. core skill and
  - e. Responsibility.

Each of these is briefly described below:

### a. Process

Process is a general summary of the other four domains corresponding to the level.

### b. Professional knowledge

Professional knowledge is what a learner should know and understand with reference to the subject. It is described in terms of depth, breadth, kinds of knowledge and complexity, as follows:

- Depth of knowledge can be general or specialized
- Breadth of knowledge can range from a single topic to multi-disciplinary area of knowledge
- Kinds of knowledge range from concrete to abstract, from segmented to cumulative
- Complexity of knowledge refers to the combination of kinds, depth and breadth of knowledge

### c. Professional skill

Professional skills are what a learner should be able to do. These are described in terms of the kinds and complexity of skills and include:

- Cognitive and creative skills involving the use of intuitive, logical and critical thinking
- Communication skills involving written, oral, literacy and numeracy skills
- Interpersonal skills and generic skills

### d. Core skill

Core skills refer to basic skills involving dexterity and the use of methods, materials, tools and instruments used for performing the job, including IT skills needed for that level.

#### e. Responsibility

Responsibility aspect determines the following:

- Nature of working relationships
- Level of responsibility for self and others
- Managing change
- Accountability for actions

iii. The descriptors give broad, general, but meaningful, indicators of the learning outcomes at each level. The descriptors can be used in a number of ways:

- To allocate levels to learning programs and qualifications
- In validation and moderation of various qualifications and programs
- As a basis for communication with learners and other users of qualifications
- As a guide for mapping progression routes within and across the education and training sectors
- By program designers when making entry requirements and recommendations for programs

iv. The NSQF level descriptors are given below:

| LEVEL   | Process required   | Professional knowledge   | Professional skill  | Core skill   | Responsibility  |
|---------|--|--|---|--|---|
| Level 1 | prepares person to/carry out process that are repetitive on regular basis require no previous practice                               | familiar with common trade terminology, instructional words meaning and understanding        | routine and repetitive, takes safety and security measures.                                   | Reading and writing, addition subtraction personal financing, familiarity with social and religious diversity, hygiene and environment | No responsibility always works under continuous instruction and close supervision |
| Level 2 | prepares person to/carry out process that are repetitive on regular basis with little application of understanding, more of practice | Material tools and application in a limited context, understands context of work and quality | limited service skill used in limited context, select and apply tools, assist in professional | receive and transmit written and oral messages, basic arithmetic personal financing understanding of social political                  | No responsibility works under instruction and close supervision                   |



|         |  |  |  |  |   |
|---------|--|--|--|--|---|
|         |  |  | works with no variables differentiate s good and bad quality   | and religious diversity, hygiene and environment   |   |
| Level 3 | person may carry put a job which may require limited range of activities routine and predictable | Basic facts, process and principle applied in trade of employment                            | recall and demonstrate practical skill, routine and repetitive in narrow range of application  | Communication written and oral, with minimum required clarity, skill of basic arithmetic and algebraic principles, personal banking, basic understanding of social and natural environment | Under close supervision Some Responsibility for own work within defined limit.                  |
| Level 4 | work in familiar, predictable, routine, situation of clear choice                                | factual knowledge of field of knowledge or study   | recall and demonstrate practical skill, routine and repetitive in narrow range of application, using appropriate rule and tool, using quality concepts | language to communicate written or oral, with required clarity, skill to basic arithmetic and algebraic principles, basic understanding of social political and natural environment        | Responsibility for own work and learning  |
| Level 5 | job that requires well developed skill, with clear choice of procedures in familiar context      | knowledge of facts, principles, processes and general concepts, in a field of work or study. | a range of cognitive and practical skills required to accomplish tasks and solve problems by selecting and applying basic methods, tools,              | Desired mathematical skill, understanding of social, political and some skill of collecting and organising information, communication.   | Responsibility for own work and learning and some responsibility for other's works and learning |

|           |   |   |  |   |   |
|-----------|---|---|--|---|---|
|           |   |   | materials and information  |   |   |
| Level 6   | demands wide range of specialised technical skill, clarity of knowledge and practice in broad range of activity involving standard non standard practices   | factual and theoretical knowledge in broad contexts within a field of work or study               | a range of cognitive and practical skills required to generate solutions to specific problems in a field of work or study    | Reasonably good in mathematical calculation, understanding of social, political and, reasonably good in data collecting organising information, and logical communication         | Responsibility for own work and learning and full responsibility for other's works and learning |
| Level 7.  | requires a command of wide ranging specialised theoretical and practical skill, involving variable routine and non-routine context.   | wide ranging, factual and theoretical knowledge in broad contexts within a field of work or study | wide range of cognitive and practical skills required to generate solutions to specific problems in a field of work or study | good logical and mathematical skill understanding of social political and natural environment good in collecting and organising information, communication and presentation skill | full responsibility for output of group and development   |
| Level 8   | Comprehensive, cognitive, theoretical knowledge and practical skills to develop creative solutions, to abstract problem. Undertakes self study, demonstrates intellectual independence, analytical rigour and good communication. |   |  | Exercise management and supervision in the context of work/study having unpredictable changes, responsible for development of self and others.                                    |   |
| Level 9.  | Advanced Knowledge and skill Critical understanding of the subject, demonstrating mastery and innovation, completion of substantial research and dissertation.  |   |  | Responsible for decision making in complex technical activities, involving unpredictable study/work situations.   |   |
| Level 10. | Highly specialised knowledge and problem solving skill to provide original contribution to knowledge through research and scholarship.  |   |  | Responsible for strategic decisions in unpredictable complex situations of work/study.  |   |

- 1) 1-4 → Elementary level courses. [upto 6 sems]. - 500 hrs. [8<sup>th</sup> pass]
- 2) 5-7 → One yr - 3 yrs. (dip/deg). [12<sup>th</sup> pass]
- 3) 8-10 → Research and PHD. [PhD]



## 9. CREDITS

i. "Credit" is recognition that a learner has successfully completed a prior course of learning, corresponding to a qualification at a given level. For each such prior qualification, the student would have put in a volume of institutional or workplace learning, and the more complex a qualification, the greater the volume of learning that would have gone into it. The credit points give learners, employers and institutions a means of describing and comparing the learning outcomes achieved. Based on this, the additional learning outcomes to acquire a qualification at a higher NSQF level can be determined. Credits quantify learning outcomes that are subject to valid, reliable methods of assessment. The number of credits may be worked out on the basis of the number of notional learning hours that an 'average' learner at a specified NSQF level might expect to take to achieve the learning outcomes, including the assessment. **However, this is merely a guide and no credits are added or taken away if more or less time is taken to achieve the outcomes.** No credits are 'earned' by a learner if the learning outcomes are not achieved or, in the case of RPL, demonstrated.

ii. Credits can be used to assist learners to transfer between programs. This can happen only when awarding bodies determine how much credit can be transferred into which of their programs. This decision will depend upon the nature/content of the learning for which the credit has been given and the requirements of the program into which transfer is being sought. This will also facilitate multiple entry and exit pathways at each level (or within a level) with the bundle of credits earned clearly certified by assessment and certification bodies which have been authorized to do so.

iii. Wherever notional learning time is used, it should include all learning activities required for the achievement of the learning outcomes for a particular level, including, for example:

- a. Formal learning, including classes, training sessions, coaching, seminars and tutorials
- b. Practice and learning on the job - gaining, applying and refining skills in the workplace
- c. Involvement in informal learning, example: community-based workshops, youth groups, playgroups
- d. Doing practical work in laboratories or other locations
- e. Expected private study, revision and remedial work
- f. Work-based activities which lead to assessment
- g. Undertaking all forms of assessment

Notional learning time may also be linked to the International Standard Classification of Occupations (ISCO 08), which includes reference to a nominal duration of learning and workplace training for each occupation.

iv. The need to undertake any or all of these will be considered when credit is being allocated to a qualification or learning program. The mix of learning activities will vary from program to program — in school, the learning might be mostly class-based; in higher education much of the learning time could be spent outside of formal lectures etc. In other situations, much of the learning will be work-based. In determining the notional learning time



involved in achieving outcomes of learning (for eg. in a module/unit, program, or any piece of assessed learning); no rigid allocation of time is implied in this system, particularly as flexible and distance learning develops.

### **Credit Transfer**

i. Credit transfer is the process of recognizing prior learning that has been credit rated by the assessment and certification bodies authorized to do so. The transfer of credit points from one qualification or learning program into another helps to minimize duplication of learning. Learners may have already achieved NSQF credits for learning that they have previously undertaken and it may be possible for all or some of these credits to be transferred to another qualification or learning program. The key focus of credit transfer decisions should be on the benefit to the learner and on support for effective learning pathways. Transparency in decision-making for credit recognition and transfer is a critical factor in supporting and encouraging the on-going involvement of learners in education and training.

ii. Credit transfer would facilitate access and promote new learning opportunities without compromising learning outcomes associated with a given NSQF level. Those responsible for designing qualifications and learning programs will be encouraged to identify opportunities for credit transfer wherever they exist.

iii. Credit transfer can be made in various ways such as allowing a learner to drop a subject already studied or take the next level course in that subject, direct admission to higher-level such as direct second-year admission, etc. This could also take the form of reservation of seats for students coming with prior learning background. The credit transfer system in each industry sector or academic domain needs to be detailed out by the NSQC, with the inputs from the respective institutions/universities/Ministries/regulators, etc. at the time of registration of qualification, so that students undertaking the qualification are clear about the possible credit transfer opportunities available to them. These could include issues such as

- a. Standardisation of course content, syllabus, notional learning time, credit values etc.
- b. Standardisation of credit values for prior/ informal learning.
- c. Stipulation of time limit and other conditions beyond which the credit will not survive – as students may forget training inputs unless these are put to use.
- d. Stipulation of related subjects for credit transfer. For example, credits in Chemistry would be relevant for polymer technology. Credits in turning / machining may be relevant for mould making, though both mould making and polymer science form part of the same 3 year Diploma currently in force.

### **10. QUALIFICATIONS REGISTER**

i. To ensure that learners have access to all the qualifications registered and currently being provided by various training providers/institutions, a register of qualifications, that are approved and available, shall be maintained and regularly updated. The NSQF Register will be the official national public record of all qualifications aligned to NSQF levels, qualification pathways and accrediting authorities.

ii. The qualifications register will be made available on a web portal and regularly updated. Every institution offering an NSQF-aligned qualification will have to keep details of



its training programs updated on the portal.

## **11. SHARING OF RESOURCES**

Sharing of Resources already created by different organizations would be encouraged for optimum utilization of the funds and expertise available. Industry and employers would be encouraged to partner with skill / vocational training providers/institutes so that the requirements and ethos of the work place are integral to skill training packages/programmes.

## **12. RECOGNITION OF PRIOR LEARNING**

i. Recognition of Prior Learning (RPL) is a very important associated function of the NSQF, especially in the Indian context where majority of the workforce has not received formal training. The NSQF will help individuals who have gained learning informally, such as through life, work and voluntary activities to have this learning recognized. This will include knowledge and skills gained:

- a. Outside of formal learning situations
- b. Through informal learning and training in the workplace, the community and/or the voluntary sector
- c. From continuing professional development activities
- d. From independent learning

ii. RPL will give an option for personal or career development or to gain credit towards other qualifications or learning programs to learners who have the skills but no certificate to prove it. It will help learners make clearer connections between the learning they have already achieved and future learning and/or career opportunities. Benchmarking an individual's learning against the NSQF Level Descriptors will help them to identify the appropriate level of options for progression. This will improve career progression and skill upgradation of learners as well as facilitate the engagement of the experienced practitioners as resource persons.

iii. At present, the Modular Employable Skills (MES) scheme under the Ministry of Labour and Employment has a component of RPL, wherein direct testing and assessment of skills may be done. Ministry of Tourism also runs the Skill Testing and Certification Programme, wherein candidates can get their skills assessed and get certificate for the same. However, efforts for recognition of prior skills are limited. By introducing RPL through the NSQF, such efforts will gain momentum and allow learners to benefit on a larger scale. The NSQF will develop process for Recognition of Prior Learning/traditional learning for any given job role against the relevant level descriptors and notify the same for Skill Training Providers/Vocational Training Providers/Certificate awarding bodies for use in assessment and certification.

## **13. FUNCTIONS/RESPONSIBILITIES OF STAKEHOLDERS**

The NSQF is the joint responsibility of many stakeholders and each has its own role to play in its development, implementation and maintenance. The roles/responsibilities of the main stakeholders are listed below:



**a. National Skill Development Agency (NSDA)**

The NSDA has been mandated to anchor and operationalize the NSQF to ensure that quality and standards meet sector specific requirements. The NSDA will also facilitate the setting up of professional certifying bodies in addition to the existing ones. In performing the above functions, the NSDA will be ensuring that the NSQF acts as a quality assurance framework and facilitates capacity building.

**b. Sector Skills Councils (SSCs)**

Sector Skill Councils are industry-led national partnership organizations that will bring together all the stakeholders from their respective sectors. Based on the needs of the industries in concerned sector, the SSCs are developing the NOSs and QPs for the various job roles in their sectors, and they will align the same to appropriate levels of the NSQF. They will work to supplement the existing vocational training and education system for the Industry Sector in meeting the entire value chain's requirements of appropriately trained manpower in quantity and quality across all levels on a sustained and evolving basis.

The SSCs shall also provide inputs to the Central and State level implementing agencies in developing the curriculum packages, capacity building of institutions and training providers, and assessment and certification of the skills imparted. The Sector Skill Councils shall be licensed and regulated by the National Skills Qualification Committee.

**c. Central Ministries**

The Central Ministries, being at the apex of the issues in their administrative control, will have to provide the leadership to ensure that all stakeholders align the programs being offered by institutions/bodies under their aegis to the NSQF in accordance with the Implementation Schedule in para 14.iv.

**d. State Governments**

The institutions/bodies under the control of the respective State Governments will be encouraged to align their learning programmes to the NSQF, as this would facilitate greater mobility for individuals holding such qualifications. The State Governments will also help determine the modalities for ensuring that while regional variations are provided for, the same do not undermine the quality assurance associated with the NSQF.

**e. Regulatory Institutions.**

All the existing regulatory institutions (e.g. UGC, AICTE, NCVT, Technical and School Boards etc.) would define their entry and exit competencies and qualifications in terms of NSQF levels so that provision of vertical progression in both general and vocational education would be strengthened and vocational pass outs are able to gain entry into the respective portals of higher education in the vocational/technical/ general education courses including degree level courses.

Thus, Regulatory/Awarding bodies while continuing to regulate their courses, programmes, affiliation, and accreditation system shall ensure their alignment and conformity with the NSQF.

**f. Training Providers/Institutes/Institutions**

All training providers would have to organise their courses/programmes to ensure alignment with NSQF levels in accordance with the implementation schedule in para 14.iv.



## 14. IMPLEMENTATION

The NSQF would be anchored in the National Skill Development Agency (NSDA), and will be implemented through the National Skills Qualification Committee (NSQC). A permanent secretariat for the NSQC would be set up under the NSDA for this purpose.

### i. National Skills Qualification Committee

**Composition:** The NSQC shall have a composition as under:

- |       |   |                  |
|-------|---|------------------|
| i.    | Chairman NSDA .....   | Chairman         |
| ii.   | Secretary, Dept of School Education & Literacy,<br>Ministry of HRD .....              | Member           |
| iii.  | Secretary, Dept of Higher Education,<br>Ministry of HRD .....                         | Member           |
| iv.   | Secretary, Ministry of Labour & Employment .....                                      | Member           |
| v.    | Member Secretary, Planning Commission .....   | Member           |
| vi.   | Mission Directors, from three State Skill<br>Development Missions (in rotation) ..... | Members          |
| vii.  | Sectoral Representatives as below .....   | Members          |
| viii. | Director General NSDA .....   | Member-Secretary |

For each sector that is being discussed, the Sectoral Representatives would comprise:

- |       |   |         |
|-------|---|---------|
| ix.   | Secretary, Administrative Ministry .....  | Member  |
| x.    | Chairman/CEO of the concerned Sector Skill Council(s) .....   | Member  |
| xi.   | Heads of all Regulatory Bodies, including where relevant, UGC,<br>AICTE, CBSE, NCVT, State Boards etc in the Sector ..... | Members |
| xii.  | Heads of two training institutions (one Govt and one private) .....   | Members |
| xiii. | Any other person/agency relevant for the sector* .....  | Member  |

*\*Note: Where more than one Ministry / Department is related to a particular sector, a representative from each of these Ministries/Departments would be invited under this provision so that all concerned are represented. The representative could be a technical person from an expert agency or body under the Ministry dealing with the issue of training and skills in that particular sector. In sectors that focus on skilling for overseas job markets, representatives of the Ministry of Overseas Indian Affairs would be included.*

The NSQC would be at liberty to set up specific sub-committees for addressing sectoral issues. However, all Members of the NSQC representing specific sectors, and listed under the group of "sectoral representatives" would necessarily have to be part of the sub-committee(s) on the sector".

**Functions:** Functions of the NSQC would be as under:

- approve and notify the NOSs and the QPs prepared by the Sector Skills Councils, including job roles that exist across various sectors;
- approve the accreditation norms developed by the concerned Sector Skills Councils for training providers in the sector;
- develop/approve the accreditation norms for non-statutory certification agencies;
- based on the National Standards for Occupation/National Industrial Classification or any other nationally accepted classification system, to determine the definitions of



- sectors, and approve the creation of additional Sector Skills Councils including on the recommendation of the NSDC;
- c. prescribe guidelines for ensuring that implementing agencies, including training providers, address the special needs of disadvantaged sections of the population, including persons with disabilities, members of Scheduled Castes and Tribes, OBCs, minorities, women etc.;
  - f. review and resolve any issues/disputes among Ministries/ Departments/ Regulatory Bodies regarding alignment of courses to NSQF, credit transfer, etc.;
  - g. all matters requiring cross-sectoral approach, such as credit accumulation and transfer, recognition of non-formal learning, apprenticeship, online and distance learning, lateral mobility and bridge courses;
  - h. coordinate and align Indian qualifications to international qualifications frameworks to allow international mobility;
  - i. addressing all transition issues, including developing suitable mechanism for recognizing and aligning to the NSQF all qualifications pre-dating the implementation of the NSQF;
  - j. Any other activity as may be entrusted by the Government;
  - k. map all existing certificate, diploma, degree and other courses available in the sector, and identify gaps if any;
  - l. determine whether progression from one level to another should be allowed for a specific course/discipline (eg, should a progression link be established between a nursing qualification and a medical one?);
  - m. map all the progression pathways so determined and agreed, and decide how the progression will take place – how much credit would be allowed for movement from one level to the next, and how such progression can be facilitated;
  - n. determine progression links between courses and certifications that are granted by regulatory and/or professional bodies, and those that are currently unregulated;
  - o. identify and specify bridge courses and processes if any, that would be needed to permit progression from one level to another;
  - p. establishing and maintaining high standards for skill training in each sector.

**Provided that functions (a) to (j) above would have to be discharged by the NSQC itself, and would not be delegated to any sub-committee.**

At the State level the State Skill Development Mission shall perform the coordination function in the realm of skill development along with local SSCs/industry/ trade association and all other stakeholders for the implementation of NSQF.

#### **ii. Accreditation**

While national accreditation norms would be approved by the NSQC, actual accreditation of training providers will be done by relevant regulators. The identification, registration and accreditation of the institutes/training providers would be done through a mechanism determined by the concerned Ministries and regulators in consultation with SSCs/industry as the case may be.

#### **iii. Assessment and Certification**

Assessment and certification will be done by the respective agencies of the Government/private sector as is done now. However, assessment and certification norms developed by the concerned regulatory bodies, SSC/industry would be approved by the NSQC to ensure that outcomes conform to the appropriate NSQF level. Certificates issued



- post assessment will mention that the level of the NSQF at which it lies.

#### iv. Implementation Schedule

In order to ensure a smooth transition, the implementation timetable for rolling out the NSQF would be as under:

- (i) Immediately upon the Notification of the NSQF,
  - a. All other frameworks, including the NVEQF (National Vocational Educational Qualification Framework) released by the Ministry of HRD, would cease to exist, and would be superceded by the NSQF.
  - b. NSQF compliant training/ educational programmes/courses would be entitled to receive government funding on a preferential basis.
- (ii) After the third anniversary date of the notification of the NSQF,
  - a. Government funding would not be available for any training/ educational programme/ course which is not NSQF-compliant.
  - b. All government-funded training and educational institutions shall define eligibility criteria for admission to various courses in terms of NSQF levels.
  - c. The recruitment rules of the Government of India and the public sector enterprises of the central government shall be amended to define eligibility criteria for all positions in terms of NSQF levels.
  - d. State Governments shall be encouraged to amend their recruitment rules as well as those of their public sector enterprises to define eligibility criteria for all positions in terms of NSQF levels.
- (iii) After the fifth anniversary date of the notification of the NSQF,
  - a. It shall be mandatory for all training/educational programmes/courses to be NSQF-compliant.
  - b. All training and educational institutions shall define eligibility criteria for admission to various courses in terms of NSQF levels.

PRABHAT KUMAR MISHRA  
Joint Secretary to Government of India

**NOTIFICATION OF THE GOVERNMENT OF INDIA****IN THE MINISTRY OF SKILL DEVELOPMENT AND ENTREPRENEURSHIP**

No. H-22011/2/2014-SDB-I—In order to bring about uniformity and standardization in the implementation of various Skill Development Schemes by different Central Ministries / Departments, the Government of India has approved constitution of a Common Norm Committee as the apex body to update and suitably revise the Common Norms with the following composition:-

- (i) Secretary, Ministry of Skill Development and Entrepreneurship - Chairman
  - (ii) Director General, National Skill Development Agency (NSDA) - Member
  - (iii) MD & CEO, National Skill Development Corporation (NSDC) - Member
  - (iv) Representative not below the rank of Joint Secretary of Department of Expenditure, Ministry of Finance - Member
  - (v) Representative not below the rank of Joint Secretary of three ministries engaged in skill development programmes - Member
  - (vi) Principal Secretary in charge of skill development programme/mission in three states (on rotational basis) - Member
  - (vii) Joint Secretary, Ministry of Skill Development and Entrepreneurship - Member Secretary.
2. The Committee may invite Training Providers, Institute of Cost Accountants of India (ICAI) and other such experts and stakeholders as it may consider necessary in discharge of its functions.
  3. Terms of Reference of Common Norms Committee:-
    - (i) To harmonize the functioning of various skill development schemes and bring about uniformity and standardization among them.
    - (ii) To review/revise training cost for skill development programmes
    - (iii) To review/revise funding norms for skill development programmes
    - (iv) To review/revise categorization of courses/trade for training cost
    - (v) To designate an agency and approve the process of empanelment of Training Providers/Assessors at the national level through that agency and validate the process to be adopted by the State Government through that agency.
  4. The Committee will be empowered to amend/revise the Schedules of the Notification at Annexure-I.
  5. The Committee shall meet once every year or upon request of any Ministry/Department/other stakeholders. Provided that there shall be a minimum of six months between any two reviews of the Common Norms Committee. In its first meeting, the Common Norms Committee shall prepare a document specifying how the review, monitoring and adjustment will be done by the Committee, and what the review/evaluation will cover both qualitatively and quantitatively.
  6. Coverage: The above Common Norms will be applicable to the Skill Development Schemes of the Government of India being implemented through various Ministries/Departments. The State Governments are also expected to align their skill development schemes with the Common Norms so as to bring in uniformity and standardization.
  7. The provisions of this Notification will come into force from the date of its Notification. All the current projects underway would be completed as per the existing scheme and new batches would transform into new norms in every scheme and full transition would be effected from 1st April 2016.
  8. TA/ DA, Siting Fee and other expenditure on account of the conduct of the Meetings as admissible under the rules shall be met out of the budget provision of the Ministry of Skill Development and Entrepreneurship.

**Annexure-1**

The Common Norms for Skill Development Schemes implemented by Government of India are hereby notified as under.

1. Skill Development



Skill Development, for the purpose of any Government scheme, is defined as any domain specific demand led skill training activity leading to employment or any outcome oriented activity that enables a participant to acquire a Skill, duly assessed and certified by an independent third party agency, and which enables him/her to get wage/self-employment leading to increased earnings, and/or improved working conditions, such as getting formal certification for hitherto informal skills, and/or moving from informal to formal sector jobs or pursue higher education/training and shall fall in the categories as per below:

- (i) For fresh entrants to the job market, the training duration to be minimum 200 hours (including practical and/or on the job training) except where prescribed by any Statute.
- (ii) In case of re-skilling or skill up-gradation of persons already engaged in an occupation, training programmes having a minimum duration of 80 hours of trainings including practical and/or on-the-job training.
- (iii) In the case of persons who have acquired Skill through informal, non-formal or experiential training in any vocational trade or craft, formal recognition and certification of such skill, if necessary after imparting bridge courses, to be treated as Skill Development.

Extension work, such as that carried out in the fields of agricultural and related activities, public health etc. would be recorded as an activity distinct from skill development. These would need to be programmes of durations of 32 hours or more, which leads to any economic or social benefit that may not be immediately measurable, and the Common cost norms would not be applicable to such extension work.

## 2. Skill Development Courses

Soft skills (which would include computer literacy, language and workplace inter-personal skills relevant for the sector/trade) would be an integral part of the skills training process and must be suitably integrated into the course modules of all the above-mentioned categories in section 1.

### 2.1. Alignment with the National Skills Qualifications Framework (NSQF)

All Skill Development courses offered under the scheme framework must conform to the National Skill Qualification Framework (NSQF) notified on 27.12.2013 which provides for transition of all training/educational programmes/courses so as to be NSQF compliant by the third anniversary date of the notification of the NSQF (i.e., after 27.12.2016). Government funding would not be available for any training or educational programme/course if it is not NSQF compliant. All training providers empanelled/approved by the various Ministries/Departments of the Government of India/State Governments/NSDA/NSDC/Sector Skill Councils would need to comply with this requirement of the NSQF failure to do which would lead to their de-listing by the concerned empanelling/approving authority.

## 3. Input Standards

3.1 While all training programmes funded under any scheme of the Government of India need to ensure that the outcomes are achieved as per these Common Norms, the following inputs may also be considered so as to ensure that adequate training infrastructure and capacity exists:

- (i) The overall training infrastructure specially the training aids and equipment being as per industry benchmarks.
- (ii) Trainers with suitable qualifications/experience being hired and each trainer to having undergone Training of Trainers (ToT).
- (iii) Industry relevant content, appropriate to the learning groups, and conforming to the requirements of NSQF/SDIS, being used.
- (iv) The student and trainer enrollment linked to Aadhar.
- (v) Assessments being video recorded if required.

## 4. Outcome of Skill Development

In addition to independent third party certification of the skilled individual, the outcomes from skill development programmes shall be as under:

- 4.1. For training of fresh entrants to the workforce, outcome shall be defined to include all of the following:

- (i) Employment (both wage and self) on an annual basis of at least 70% of the successfully certified trainees within three months of completion of training, with at least 50% of the trainees passing out being placed in wage employment;

Provided that the Ministries/Departments shall have freedom to alter the percentage of wage and self-employment based on specifics of the scheme that have been designed exclusively for self-employment/entrepreneurship, nature of activity, local economy, social conditions, etc.

- (ii) In case of wage employment and recognition of prior learning, candidates shall be placed in jobs that provide wages at least equal to minimum wages prescribed and such candidates should continue to be in jobs for a minimum period of three months, from the date of placement in the same or a higher level with the same or any other employer.
- (iii) In case of self-employment, candidates should have been employed gainfully in livelihood enhancement occupations which are evidenced in terms of trade license or setting up of an enterprise or becoming a member of a producer group or proof of additional earnings (bank statement) or any other suitable and verifiable document as prescribed by the respective Ministry/Department.

4.2 In case of re-skilling or skill up-gradation of persons already engaged in an occupation, at least 70% of such persons shall have an increase of at least 3% in remuneration within 14 months of completion of the skill development training.

4.3 In case of persons who have acquired skills, through informal, non-formal or experiential training in any vocational trade or craft, the formal recognition and certification of such skills, (after imparting bridge courses if necessary) that provide appropriate increase in wages in the skill category of the candidate for immediate and subsequent production cycle in case of wage employment or meets the conditions under 3.1 (iii) in case of self-employment will be treated as the outcome of this effort.

## 5. Funding Norms

Funding under skill development schemes is available for either of the following:

- (i) Meeting the capital expenditure for creation/up gradation of infrastructure for skill development training; and
- (ii) Meeting the recurring cost of training individual trainees including post-placement costs.

5.1 Rationalization of funding norms across Ministries/Departments shall enable them to monitor inputs and outcomes effectively. This shall also streamline the quality of training programmes delivered across Training Providers. Therefore, the funding norms as given in SCHEDULE-I apply to all existing and new skill development schemes that fund the training costs of individual trainees.

Provided that Skill Development schemes/components of schemes catering to the creation/ augmentation of infrastructure for training should continue functioning as per their existing norms as decided by the concerned Ministries/Departments.

5.2 Base costs Skill Development training costs under any scheme of the Government of India should be paid at the rates as given in SCHEDULE-I and as per SCHEDULE-IV in respect of each trainee who successfully completes the training and is certified:

5.3 The trades/job roles listed in category I, II, III of SCHEDULE-II shall be aligned to National Skill Qualification Framework (NSQF) as notified vide Cabinet Notification No.8/6/2013-Invt.dated 27.12.2013. These categories were classified based on the level of capital expenditure and operational expenditure for imparting a course. The Ministries/Departments are free to identify the courses which can be classified under any of these categories and in case of those that are not covered in this list, it can be done in consultation with the industry, and thereafter seeking the approval of the Common Norms Committee.

5.4 The hourly rates shall be inclusive of cost components such as:

- i. Mobilization of candidates
- ii. Post-placement tracking/monitoring
- iii. Curriculum
- iv. Placement expenses



- v. Trainers' training
- vi. Equipment
- vii. Amortization of Infrastructure costs/Utilities
- viii. Teaching Aid
- ix. Raw material
- x. Salary of trainers

5.5 Any deviation from these norms would be permissible after the approval of the Common Norms Committee.

5.6 Support for Boarding & Lodging: Certain additional cost heads would be permissible as per below:

(i) For:

- a) residential training and/or
- b) in respect of all skill development training programmes where trainees from Special Areas (as defined in SCHEDULE-I) are trained outside these Special Areas; and/or
- c) training programmes anywhere in the country where women trainees have to travel more than 80 kms from their homes to reach the nearest training centre and who are availing of boarding and lodging arrangements made for them.

Ministries/Departments shall reimburse Boarding & Lodging costs at actuals, subject to a maximum per trainee per day as per SCHEDULE-I. The List of categories of cities for this purpose is given at SCHEDULE-III.

(ii) Transport costs: For candidates from Special Areas undergoing training outside these Special Areas, to and fro transport cost as given in SCHEDULE-I shall be payable.

5.7 Pooling of Resources: In case of geographies/sectors and trainee groups where the training cost is significantly higher than the norms specified in this Notification, the Training Providers are free to pool additional funding support from State Governments, Corporates, Employers, Philanthropic Institutions etc. However such dovetailing of funds shall have the approval of the respective Ministries/Departments.

5.8 Refundable security deposit chargeable to all candidates: To ensure that candidates selected for the training programmes are undertaking the training with seriousness, and also to reduce the drop-out rates during the course of training, Training Providers shall charge a refundable security deposit of Rs. 1000/- per candidate (for NSQF Level 5 and above), Rs. 500/- (for NSQF Levels 3 & 4), and Rs. 250/- (for NSQF Levels 1 & 2) at the commencement of the training. The amount would be refunded to every candidate who completes the training programme and is successfully certified. Proof of refund should be taken from Training Provider along with claims of training costs.

5.9 Third Party Certification & Assessment Costs: To ensure independent and unbiased assessment and certification of trained candidates, costs for certification and assessment shall be payable to an independent third party including a university / institute authorized for conducting assessments and certifications. Third Party Certification & Assessment Costs to paid is given in SCHEDULE-I.

6. Fund Flow Mechanism: The payments to the Training Providers shall be based on the outcomes achieved, and shall be released in a manner as given in SCHEDULE-IV to implement the programmes effectively.

7. Monitoring & Tracking

7.1 Different skill training schemes shall have access to an open, common and extensible data standards to ensure that their IT systems can share data and do transactions in a scalable way. Standardized Application Program Interface (APIs) will also be defined for use in the Management Information System (MIS) of various skills training programs. Also, the Ministry of Skill Development and Entrepreneurship shall facilitate the development of an integrated and interactive MIS based on the above standards and APIs which should thereafter be available for use by all Ministries/Departments. This integrated MIS should serve as an aggregator from the ERP/MIS solutions of States and Ministries/Departments of specific programmes.

To facilitate this, an Agency designated by the Ministry of Skill Development and Entrepreneurship shall put in place a system for pulling in information from different data structures and provide necessary technical support to

the States/Ministries/Departments for the required integration and seamless exchange of information. Such an interactive MIS should facilitate deeper qualitative insights which could be used for policy formulation.

7.2 All the trainees trained under a project will be tracked for a period of one year in case of fresh entrants/ 14 months in case of reskilling and upskilling from the date of completion/certification of training with respect to their career progression, retention and other parameters. An Innovative system for tracking to be developed that shall use technology (web and mobile based) and has incentives for the trainees to respond to the tracking system.

The following shall apply to the Monitoring & Tracking Mechanism:

- (i) If particulars pertaining to 90% of the candidates in any batch are fed into the central MIS, then this would account for successful tracking of the candidates of that particular batch. Completion of this step would entitle the training provider to seek disbursement of one installment of the training cost from the concerned Ministry, which would be 10% of the training cost, or an amount of Rs 5,000/- per candidate, whichever is less.
- (ii) Each candidate would be tracked once every month for a period of one year in case of fresh entrants/ 14 months in case of reskilling and upskilling after she/he completes her/his training. The parameters on to be tracked would be as under:
  - a) Placement should be within 3 months of completion of training
  - b) Once placed, remuneration/incremental remuneration per month
  - c) Whether continues to work in the same or higher job role till end of the tracking period (whether with same or different employer)
  - d) If there are periods of unemployment between different jobs, duration of such gaps and reason for leaving earlier job without having a job in hand.
- (iii) All Government of India funded schemes for skill development will be evaluated every three years by the Ministry or Agency designated by the Ministry, and continuance of schemes not achieving the Outcomes shall be reviewed. Performance here would be defined in both quantitative (Outcomes met) as well as qualitative terms (feedback from candidates/ States/training providers, degree of NSQF compliance, etc.)

#### 8. Advocacy and Awareness Building

While the Ministry of Skill Development & Entrepreneurship would design and launch a coordinated countrywide awareness campaign, each of the Ministries/Departments would devise a strategy to reach out to the respective target groups/beneficiaries, with special focus on sector/geographies which are in need of skill development initiatives. The sensitization of other stakeholders, particularly employer industry, will be an integral part of such campaign.

#### 9. Empanelment of Training Providers/Assessors

All Central Government programmes/schemes will be implemented through Training Providers/Assessors that are empanelled at the national level or through a validated process at the state level. At the national level, a single process for empanelment of Training Providers/Assessors would be put in place. This process would factor in sector specific issues/nuances in consultation with the related Ministries/Departments and the Sector Skill Councils. States would get their process of empanelment of Training Providers/Assessors validated by a designated agency at the national level.

### SCHEDULE OF COST

### SCHEDULE-I

#### 1. Base cost

##### 1.1 The Base Cost for different Sectors will be as under.

- (i) Rs.38.50 per hour of training for trades/sectors listed in Category I of SCHEDULE-II.
- (ii) Rs.33/- per hour of training trades/sectors listed in Category II of SCHEDULE-II.
- (iii) Rs.27.50 per hour of training trades/sectors listed in Category III of SCHEDULE-II.

Costs would be subject to a periodic enhancement of 10% annually or as decided by the Common Norms Committee provided minimum duration between any 2 revisions would be at least six months.

#### 2. Transport costs

2.1 For candidates from Special Areas undergoing training outside such Special Areas, to and fro transport cost as per actuals, subject to a maximum of Rs. 5000/- per trainee, shall be payable.



## (i) For :

- a) Residential trainings, and/or
- b) in respect of all skill development training programmes where trainees from Special Areas (as defined herein) are trained outside these Special Areas, and/or
- c) training programmes anywhere in the country where women trainees have to travel more than 80 kms from their homes to reach the nearest training centre and who are availing of boarding and lodging arrangements made for them.

Ministries will reimburse Boarding & Lodging Costs at actuals, subject to maximum per trainee per day as per table below:

|  |          |
|--|----------|
| i. X Category Cities/Town per day per Trainee                      | Rs.300/- |
| ii. Y Category Cities/Town per day per Trainee                     | Rs.250/- |
| iii. Z Category Cities/Towns per day per Trainee                   | Rs.200/- |
| iv. Rural Areas and any Area not notified as a municipal/town area | Rs.175/- |

(The List of categories of cities is given at SCHEDULE-III)

## 4. Third Party Certification &amp; Assessment Costs

4.1 To ensure independent and unbiased assessment and certification of trained candidates, costs for certification and assessment shall be payable to an independent third party authorized for conducting assessments and certifications. This amount shall be over and above the Base Cost, and shall range from Rs. 600/- to Rs. 1500/- per candidate as decided by individual Ministries/Departments.

## 5. Additional Support for Special Areas/ Groups

5.1 Training in Special Areas: Over and above the Base Cost, an additional amount equal to 10% of the Base Cost should be permitted for Skill Development programmes conducted in the North Eastern States, Jammu & Kashmir, Himachal Pradesh, Uttarakhand, Andaman & Nicobar Islands, Lakshadweep and districts affected by Left Wing Extremism (LWE) as identified by the M/O Home Affairs for the Integrated Action Plan (hereinafter referred to as "Special Areas").

5.2 Upon successful completion of non-residential skill training programmes, and after certification, all women candidates as well as persons with disability will be reimbursed the cost incurred in travelling to and from the training centre at the following rates:

| Reimbursement of Conveyance Costs per month     | Amount (in Rs.) |
|---|-----------------|
| 1) Training Centre within District of domicile  | 1000/-          |
| 2) Training Centre outside District of domicile | 1500/-          |

5.3. Post Placement Support: In order to enable the newly skilled persons to settle into their new jobs/vocations, post placement support would be provided directly to the candidate at the rate of Rs 1500/- per month for the following durations:

| Post Placement Support @ Rs 1500 per month | Men      | Women    |
|--|----------|----------|
| 1) Placement within District of domicile   | 1 month  | 2 months |
| 2) Placement outside District of domicile  | 2 months | 3 months |

5.4 Training for Persons with Disability (PwD): Over and above the Base Cost, an additional amount equal to 10% of the Base Cost should be provided for skill development programmes imparted to Persons with Disability (PwD). Provided that in the case of training of PwD in the Special Areas, the total cost permissible will be 120% of the Base Cost. At least 3% of total training done by every Ministry in each year shall be reserved for persons with disabilities, in trades as decided by the Department of Empowerment of Persons with Disabilities, Ministry of Social Justice & Empowerment in conjunction with the NSDA.

## SCHEDULE -II

List of Trades as per the Cost Category Prescribed

| S.No. | Industry/<br>Sectors             | Sub-Sector/Trades   |  |   |
|-------|----------------------------------|---|--|---|
|       |                                  | Category-I  | Category-II  | Category-III  |
| 1.    | Agriculture                      | Farm Machinery,<br>Animal Husbandry,<br>Farm Mechanisation,<br>Precision farming,<br>Fisheries and allied<br>Sector | Agriculture,<br>Plantation, Horticulture<br>Floriculture,<br>Poultry   | Apiculture,<br>Home Décor Art - Bonsai,<br>Flower, water fall;<br>Minor Forest Product<br>processing and value<br>addition,<br>Natural Fibre product<br>processing and value<br>addition (Sericulture, Jute,<br>cotton, hemp and<br>Diversified Products) |
| 2.    | Apparel                          | Garment<br>Manufacturing, Fashion<br>Design   | Garment making   |   |
| 3.    | Automotive                       | Manufacturing,<br>Automotive repair   | Automotive Sales   |   |
| 4.    | Beauty & Wellness                |   | Spa and Wellness,<br>Beauty Culture & Hair<br>Dressing,<br>Naturopathy | Home Décor Art Mehandi  |
| 5.    | BPSI                             |   |  | Banking,<br>Accounting,<br>Insurance  |
| 6.    | Capital Goods                    | Fabrication, Electro-<br>Mechanical   |  |   |
| 7.    | Chemicals                        | Manufacture of<br>Chemicals and bio-<br>Chemicals<br>Plastics Processing  | Fragrance Flavour &<br>Perfume   |   |
| 8.    | Construction                     | Construction<br>Equipment,<br>Fabrication   | Paint, Wood Works,<br>Bamboo Fabrication,<br>Carpentry                 |   |
| 9.    | Education & Skill<br>Development |   | Education, Skill<br>Development  | Counselling Skills  |
| 10.   | Electronics                      | Electronics System and<br>Design, Manufacture<br>Refrigeration and Air<br>Conditioning                              | Consumer Electronics -<br>Sales & Service                              |   |
| 11.   | Fast Moving Consumer<br>Goods    |   |  | Fast Moving Consumer<br>Goods   |



|     |                            |   |  |  |
|-----|----------------------------|---|--|--|
| 12. | Food Processing Industries | Food Processing Sectors                             |  | Food Processing Sectors such as Dairy Products, Fruit & Vegetable Products, Cereals and Cereal Products, Food Grain (including milling), Edible Oil and Fats, Meat and Meat Products, Fish and Fish Products, Sweets and Confectionery, Bread and Bakery, Spices and Condiments, Beverage, Aerated Water and Soft Drinks, Packaging of food products |
| 13. | Furniture & Furnishing     |   | Furniture Making   |  |
| 14. | Gems & Jewellery           | Gems & Jewellery Manufacturing                      |  | Home Décor Art Jewellery   |
| 15. | Green Skills               | Renewable energy                                    |  | Rain Water Harvesting, Green retail, Allied green skills   |
| 16. | Handloom Handicrafts &     | Handlooms   | Brassware, Khadi, Carpet, Handicrafts  | Handmade Paper and Paper Products, Home décor art Ceramic Painting, Home Décor Art Wood  |
| 17. | Healthcare                 | Medical and Nursing Healthcare - Machine Technician | Community Healthcare, Healthcare - Assistants, Preventive Healthcare (including Nutrition & Health Education and Health Counselling) | Allied Healthcare,   |
| 18. | Instrumentation            | Process, Instrumentation                            |  |  |
| 19. | Iron & Steel               | Foundry (including Sponge Iron)                     |  |  |
| 20. | IT-ITES                    |   | Information and Communication technology   |  |
| 21. | Leather                    | Leather Footwear & Leather Sports Goods Manufacture |  |  |
| 22. | Life Science               | Manufacturing of Pharmaceuticals                    | Pharmaceutical Sales   |  |
| 23. | Logistics                  |   |  | Courier & Logistics  |
| 24. | Management                 |   |  | Materials Management, Business & Commerce  |

|     |                                  |   |  |  |
|-----|----------------------------------|---|--|--|
| 25. | Manufacturing                    | Production & Manufacturing  |  |  |
| 26. | Marine Engineering               | Marine Engineering, Ship Construction   |  |  |
| 27. | Media & Entertainment            | Animation   | Production Support, Media, Printing                  | Film Production                                      |
| 28. | Mining                           | Mining  |  |  |
| 29. | Music                            | Musical instrument Manufacture  | Instrumental Music service                           |  |
| 30. | Plumbing                         | Plumbing  |  |  |
| 31. | Power & Energy                   | Electrical Industrial Electrician   | Domestic Electrician                                 |  |
| 32. | Retail                           |   | Store Operation, FMCG                                | Retail   |
| 33. | Rubber                           | Manufacturing   | Rubber, Nursery/ Plantation                          |  |
| 34. | Security                         |   | Security, fire & Safety Engineering                  |  |
| 35. | Sports                           | Sports Manufacture Goods  | Sports service                                       |  |
| 36. | Telecom                          | Network & Infrastructure, Management  | Telecom Service Provider, Handset Sales & Service    |  |
| 37. | Textiles                         | Spinning, Weaving, Textiles, Knitting & Processing for Cotton, other Manmade & Synthetic Fibres |  |  |
| 38. | Tourism & Hospitality            | Food Production, Cooking  | Hospitality, Service F&B & Housekeeping              | Travel & Tourism                                     |
| 39. | Traditional conventional sectors | Glassware   | Painting Toy Making                                  | Clock and watch Repair                               |
| 40. | Other Sectors                    | Any trade not covered in any of the categories above  | Any trade not covered in any of the categories above | Any trade not covered in any of the categories above |



## SCHEDULE-III

## Categorization of Indian Cities for Residential Training Costs

| S.N. | State          | Cities classified as "X"<br>As "X" | Cities classified as "Y"  |
|------|----------------|------------------------------------|---|
| 1    | Andhra Pradesh |                                    | Vijayawada (Urban Agglomeration (UA)), Visakhapatnam (UA), Guntur                                     |
| 2    | Assam          |                                    | Guwahati (UA)   |
| 3    | Bihar          |                                    | Patna (UA)  |
| 4    | Chandigarh     |                                    | Chandigarh  |
| 5    | Chhattisgarh   |                                    | Durg - Bhilai Nagar (UA); Raipur (UA)   |
| 6    | Delhi          | Delhi NCR (UA)                     |   |
| 7    | Gujarat        |                                    | Ahmedabad (UA), Rajkot (UA), Jamnagar (UA), Vadodra   |
| 8    | Haryana        |                                    | Faridabad   |
| 9    | J&K            |                                    | Srinagar (UA), Jammu (UA)   |
| 10   | Jharkhand      |                                    | Jamshedpur (UA), Dhanbad  |
| 11   | Karnataka      | Bengaluru (UA)                     | Belgaum (UA), Hubli-Dharwar, Mangalore (UA)   |
| 12   | Kerala         |                                    | Kozhikode (UA), Kochi (UA), Thiruvananthapuram (UA)   |
| 13   | Madhya Pradesh |                                    | Gwalior (UA), Indore (UA), Bhopal (UA), Jabalpur  |
| 14   | Maharashtra    | Greater Mumbai (UA)                | Amravati, Nagpur (UA), Aurangabad (UA), Nashik (UA), Bhiwandi (UA), Pune (UA), Solapur, Kolhapur (UA) |
| 15   | Orissa         |                                    | Cuttack (UA), Bhubaneswar (UA)  |
| 16   | Puducherry     |                                    | Puducherry (UA)   |
| 17   | Punjab         |                                    | Amritsar (UA), Jalandhar  |
| 18   | Rajasthan      |                                    | Bikaner, Jaipur, Jodhpur (UA), Kota   |
| 19   | Tamil Nadu     | Chennai                            | Salem (UA), Tiruppur (UA), Coimbatore (UA), Tiruchirappalli (UA), Madurai (UA)                        |
| 20   | Telangana      | Hyderabad (UA)                     | Warangal (UA)   |
| 21   | Uttar Pradesh  |                                    | Moradabad, Meerut (UA), Ghaziabad, Aligarh, Agra (UA), Bareilly (UA), Lucknow (UA), Kanpur (UA),      |

|    |             |             |               |
|----|-------------|-------------|---------------|
| 22 | Uttarakhand |             | Dehradun (UA) |
| 23 | West Bengal | Kolkata(UA) | Assnsol (UA)  |

*All other cities/towns in various States/UTs which are not covered by classification as "X" or "Y" are classified as "Z"*

*(The above categorization of cities/towns being adopted from the categorization of Indian cities/towns for payment of HRA as per 2008 - 6 Pay Commission)*

#### SCHEDULE-IV

##### Fund Flow Mechanism

1. Schedule of release of payments: The funds should be released to the Training Providers as per the following schedule

| Instalment      | Percentage of total Cost   | Output Parameter  |
|-----------------|--|---|
| 1 <sup>st</sup> | 30% less aggregate amount of refundable security deposit collected from each trainee           | On Commencement of Training Batch   |
| 2 <sup>nd</sup> | 30%  | On utilisation of 70% of the first instalment and continuation of training with at least 70% of initial trainees continuing |
| 3 <sup>rd</sup> | 20% plus aggregate amount of refundable security deposit collected from each certified trainee | On Completion of training and certification of the successful trainees  |
| 4 <sup>th</sup> | 20%  | Outcomes based as under   |

2. The 20% of training cost which is linked to outcome (4<sup>th</sup> instalment) would be released to the Training Provider subject to the following:

- (i) Training Provider shall be eligible for 100% payment on for outcome achievement under para 4.1 (i), (ii) and (iii), 4.2 and 4.3 of Annexure-I.
- (ii) Training Provider will be paid on pro rata basis on achievement in any of the following:
  - a) 50-69% placement of those who have been certified with at least 50% minimum wage employment of the certified trainees within three months of completion of training in case of fresh entrants.
  - b) 50-69% of certified candidates with increase of at least 3% remuneration within 14 months in case of reskilling and up skilling.
  - c) 50-69% formal recognition and certification of experiential training in vocational trade or craft leading to appropriate increase in wages in the respective skill category of the candidate for immediate and subsequent production cycle or meets the conditions provided under Para 4.1 (iii) of Annexure - I in case of self-employment.
- (iii) Training provider will be asked to discontinue the training in that particular trade/centre and will be paid only on pro rata basis, if the outcome achievement over the period of one year in case of fresh entrants/ 14 months in case of reskilling and upskilling, is unsatisfactory as defined under:
  - a. 49% and below placement of those who have been certified with at least 50% minimum wage employment of the certified trainees within three months of completion of training in case of fresh entrants,
  - b. 49% and below number of certified candidates with increase of at least 3% in remuneration within 14 months in case of reskilling and up skilling.
  - c. 49% and below number of formal recognition and certification of experiential training in vocational trade or craft leading to appropriate increase in wages in the respective skill category of the candidate



for immediate and subsequent production cycle or meets the conditions provided under Para 4.1 (iii) of Annexure - I in case of self-employment. In the case of such disengagements, the Ministry concerned would take a prompt decision, after careful consideration of all related factors with respect to performance, whether to disengage such Training Provider from implementation of the Scheme/Project. The de-empanelment by concerned Ministry would be done for the trade under advice to the Ministry/agency designated by the Ministry for informing all other concerned Ministries. The training provider would get an opportunity to re-apply for empanelment for the training after a gap of at least one year from the date of notification of de-empanelment by the concerned Ministry.

- (iv) An amount equal to 10% of the total training cost, subject to a maximum of Rs. 5000 per candidate, shall be linked to and released only upon the particulars relating to at least 90% of the candidates of a batch being fed into the integrated MIS.

3. In order to encourage the Training Provider who exceed the prescribed outcomes, the following additional incentives should be provided:

- (i) For every candidate, where outcome achievement is above 70% to 85%, the Training Provider should be paid an additional amount of Rs. 3000/- of the base cost per candidate.
- (ii) For every candidate where outcome achievement is above 85%, the Training Provider should be paid an additional amount of Rs. 5000/- of the base cost per candidate.

**PROCESSED BY  
SECRETARY**

मुद्रण विभाग द्वारा, भारत सरकार मुद्रणालय, एन.आई.टी. फरीदाबाद में मुद्रित एवं प्रकाशन निर्वहक, दिल्ली द्वारा प्रकाशित, 2015

**SECRETARY**