

Clarification on the Expressions of Interest for Setting up of Block Level Multi Skill Training Institutes Issued On 24th September 2016

Date: 24-10-2016

1. Last Date for the submission of the proposal for Setting up of Block Level Multi-Skill Training Institutes

Reply: Please send in your responses to NSDC on the following address by 5pm on 10th November 2016

2. The project explores the possibility of providing support in the form of soft loan to cover up to 70% of capital cost including construction of building, machines, equipment and tools as per NCVT norms but excluding cost of land.

Reply: It is further clarified that the interest rate applicable for the project shall be 0%-3% depending on the location of the block. It shall be 0% for 95 districts selected from Left-Wing Extremist (LWE) areas (34), North-east Region excluding Assam (40) and Jammu & Kashmir (21) as identified by Ministry of Home Affairs.

3. Clarification regarding the Approach and methodology for creation of an MSTI:

Reply: In your approach and methodology please mention the strategy for the operationalization of the MSTIs proposed by you. Please elaborate on the following,

Question No.	Details to be covered under the Proposal	Evaluation Requirement
Q.1	List of blocks which the proposal Owner shall propose under MSTI scheme	<ul style="list-style-type: none"> • A detailed list of Blocks which the proposal owner is interested in has to be provided as part of the proposal.
Q.2	Rationale for selection of this Blocks where you want to set-up the MSTIs. Please provide rationale for the blocks which you have identified, elaborate on the currently training capacity created by you in these blocks, working relationships, tie-ups etc.	<ul style="list-style-type: none"> • Please provide a detailed plan. • Documentary evidences for industry tie-ups- Letters from the employers clearly mentioning the job roles, number of vacancies and proposed salary.
Q.3	What is the youth mobilization strategy that shall be adopted to ensure better capacity utilization for the centre/centres proposed?	<ul style="list-style-type: none"> • Please provide details with evidences supporting your plan

Q.4	Provide a sustainability plan for the MSTI in the blocks identified under your proposal.	<ul style="list-style-type: none"> • Please provide a detailed plan
Q.5	What is the strategy for providing training proposed under the MSTI Scheme? The courses proposed.	<ul style="list-style-type: none"> • Please provide detailed plan. • The centre is expected to cover 6 Trades. • The scheme is proposed to be for a period of 10 years

4. Additional Clarifications on the provisions of the EOI and operations model:

Terms/Milestones for the Loan	<ul style="list-style-type: none"> • The disbursement of loan shall be as per key operational milestones/ time frames/Key-performance parameters that shall be decided by the Scheme. • 70% of the infrastructure set-up cost is proposed to be covered by Soft-loan by NSDC
What are the components that are supposed to be covered under the loan	<ul style="list-style-type: none"> • Construction of building(~1200 Sqm) • Equipment/Machinery • Other peripherals like office equipment, furniture etc for admin, classroom, library, workshops, store etc. • Computer, labs, smart classrooms • Installation of machines & equipment/electrical connections, transformers etc
What is the quantum of loan amount proposed to be provided for an MSTI	<ul style="list-style-type: none"> • The estimated capital cost for setting up an MSTI for 240 trainees on a 2 shift basis would be approximately Rs. 3.50 Crores. Out of this 70% of the capital cost (building cost, machine, tools, and equipment) shall be provided as soft loan. • If building is available with private partner, 70% of machine, tools and equipment cost will be provided through soft loan. • The proposed debt to equity ratio under MSTI Scheme is 70:30 for the loan amount sought.
Courses covered under the scheme	<ul style="list-style-type: none"> • These shall primarily be the NCVT engineering and non-engineering trades and are subject to local demand and employment opportunities. • 4 engineering trades and 2 non-engineering trades preferred.

	<ul style="list-style-type: none"> • The trades shall be proposed by the private sector partner keeping in mind the local demand and employment opportunities
Can the institute run other courses other than NCVT	<ul style="list-style-type: none"> • The MSTI will run the NCVT approved long term courses. However the institute will have the liberty to run other courses to meet the local requirement during spare time. • MSTI can participate in MSDE schemes like PMKVY as per the eligibility of PMKVY scheme.
Eligibility criteria	<ul style="list-style-type: none"> • Any organizations/individual desirous of setting up MSTI can apply • PSUs shall be given priority for setting up of these institutes.

5. Can the applicant apply for multiple block?

Reply: The applicant is encouraged to apply for multiple block, and separate applications with clarity on methodology would be required for each block.

6. If we get land on rent then how many years of lease should be?

Reply: It is expected that the applicant shall be entering into a long-term lease (at-least 10 years) for the MSTI proposed. Project is expected to be operational for the entire life of the scheme, which is currently proposed to be 10 years.

7. What to mention in Details of office/operations across states/ regions?

Reply: You need to mention current details of your current office in the annexure specified.

8. Can a fresher Education Society participate in MSTI, if have space in blocks?

Reply: Yes, such an organization is eligible to apply.

9. Any Guide line and map for infrastructure development?

Reply: Kindly refer to NCVT norms, clarifications are provided in Point 3 above.

10. We would like to clarify that whether the interested agency has to build a new multi skill training center or an existing center where some skill development training are already taking place, could be included under this scheme?

Reply: Existing centers could be converted into an MSTI, clarifications provided in point 3 above and point 4.

11. Further, if the answer to the first query is yes, in that case whether NSDC will help the agency (provide aid in terms of soft loan or any other form) to either expand the existing center or in case the agency would like to add some new set of equipment for a new proposed job role?

Reply : Yes, soft loan of up-to 70% for MSTI Centre Set-up can be given as per Norms under the scheme, Clarifications provided in point 3 and point 4 above.