

T. Vijay Kumar
Joint Secretary(Aajeevika)
Tel. No. 24122936
Fax No. 24104386



ग्रामीण विकास मंत्रालय
ग्रामीण विकास विभाग
भारत सरकार
कृषि भवन, नई दिल्ली-110114
Ministry of Rural Development
Deptt. of Rural Development
Government of India
Krishi Bhavan, New Delhi-110114
Dated: 12/01/2012

No.I-12011/8/2011-SGSY-Trg (RSETI)

Dear

We are happy to note that the RSETI model is rapidly gaining acceptance as the major source of promoting self-employment amongst rural youth. A number of steps have been taken by us for improving the effectiveness of RSETIs. We have signed an MOU with National Academy of RUDSETI for capacity building of Directors/faculty of RSETIs and mentoring and monitoring of RSETIs. We are also holding workshops for sensitization of stake holders with regard to RSETI aims and objectives.

One issue which has repeatedly come up during our interactions with banks and Directors of RSETIs is non reimbursement of cost of training BPL candidates by the DRDAs. Reasons cited for non reimbursement range from non receipt of directions from RD department, ceiling of 10% on training expenditure or simply unawareness of requirement of reimbursing training cost of BPL candidates trained by the RSETIs. At times reimbursement is not being made at the prescribed rates.

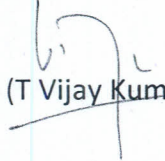
This is to clarify once again that DRDAs are required to reimburse cost of training BPL candidates under the RSETI scheme. The relevant clause under RSETI scheme is reproduced below:-

"MoRD, through the DRDAs, will provide support towards cost of training for rural BPL candidates to the sponsor Banks at the rate of Rs. 200 per candidate per day to a maximum of Rs 4000 for training up to 4 weeks duration and maximum of Rs. 5000 for training of longer duration. Other recurring costs for the RSETIs i.e., that of the training expenses, faculty salaries, logistics, etc., will be borne by the sponsoring banks or through other sponsoring organizations like SIDBI or NABARD."

I would like to request you to kindly issue suitable directions to the respective DRDAs to do the needful.

With regards,

Yours sincerely,


(T Vijay Kumar)

To:
Principal Secretary/Secretary (RD)
All States/UTs

Copy to:

- (i) CPC, NAR, DG, NAR
- (ii) G.M(Priority Sector), Participating banks
- (iii) All DRDAs