CONVERGENCE OF SCHEMES OF MINISTRY OF MSME WITH PANCHAYATI RAJ INSTITUTIONS

A PRESENTATION



Prime Minister's Employment Generation Programme (PMEGP)

Objective	 Bank Credit linked subsidy scheme for individuals assisting in setting up of new micro- enterprises in non-farm sector 						
Implementation Mechanism	 Implemented by KVIC, State Khadi Boards, District Industries Centres 						
Assistance	✓ Manufacturing Sector : Increased from Rs. 25 lakhs to Rs. 50 Lakhs						
Assistance	✓ Service Sector : Increased from Rs. 10 lakhs to Rs. 20 Lakhs						
Beneficiaries	Categories of beneficiaries	Beneficiary contribution (of project cost)	Rate of Subsidy (of project cost)				
	Area (location of project)		Urban	Rural			
	General Category	10%	15%	25%			
	Special Category (SC, ST, OBC, Minorities, Women, Ex- Servicemen, Transgenders, Differently abled, NER, Aspirational Districts, Hill and Border areas)	05%	25%	35%			
	 Till date 8.37 Lakh units created with ~ Rs. 20,775 Cr. MM Disbursed 						
Achievements	 80% (~6.7 Lakh units) in rural areas, ~50% (~4.19 Lakh units) owned by SC, ST and women 						

PMEGP- Convergence Opportunities for Panchayati Raj Institutions

- Organize Awareness Camps at GP, Block, and District levels to enhance publicity of the scheme among prospective entrepreneurs.
- Identification of beneficiaries and assisting in submitting applications online through GP, Block and District level offices- https://www.kviconline.gov.in
- Identification of area specific viable projects to be set up under PMEGP
- Through District Level Task Force Committee under Collector, monitor pace of implementation of scheme as per target in co-ordination with Banks.
- Provide marketing linkages for units through District/Block level exhibitions.

Scheme of Fund for Regeneration of Traditional Industries (SFURTI)

Under Implementation

Grand Total

Objective	 Scheme to organize artisans of traditional sectors into clusters- manufacturing enterprises To make value added products, at scale, to provide artisans with increased income 							
Gol Assistance	 ✓ Rs. 2.5 cr. for Regular clusters up to 500 artisans ✓ Rs. 5.0 cr. for Major clusters with more than 500 artisans 							
Intervention	 Hard Intervention (HI) - Common Facility Centre, Plant and Machinery , Raw Material Bank Soft Intervention (SI) - Training, design & marketing linkage, exposure visit, etc. 							
Implementation	• Implementing Agencies (IAs), (NGOs, institutions of Central and State Governments, etc.) working at grass root level bring together the artisans and constitute them into SPV							
Mechanism	 Nodal Agencies (NAs) (national level institutions with sectoral expertise) work as an interface between clusters and Ministry to support and supervise cluster implementation Technical Agencies, reputed technical institutions, for DPR preparation and handholding 							
SECTORS COVERED UNDER SFURTI								
Sector	Agro	Bamboo	Coir	Handicraft	Honey	Khadi	Textile	Total
Functional	50	20	27	72	6	3	88	266

SFURTI- Convergence Opportunities for Panchayati Raj Institutions

- Artisans are organized into SPVs by Implementing Agencies (IAs)- NGOs, Central and State Govt. organizations, **Panchayati Raj Institutions**
- Implementing Agencies to bring in Land and 10/5(NER/J&K/Hills)% of HI
- IAs to implement project and hand over cluster to SPV post functionalization
- IAs given implementation fee up to Rs. 20 lakh
- PRIs such as ORMAS, DRDA, already implementing SFURTI as IA
- Block and Districts can identify and organize group of traditional artisans into SPVs and apply as an IA online at https://sfurti.msme.gov.in
- Land (commercial) and beneficiary contribution to be arranged by IA
- Block and District can organize Awareness Camps to increase scheme publicity

A Scheme for Promotion of Innovation, Rural Industries and Entrepreneurship (ASPIRE)

Objective in	 To promote entrepreneurship and formal micro-enterprise creation through training and incubation programs through setting up of Livelihood Business Incubators (LBI) Create jobs through self and wage employment 						
Key Support • U	 Up to Rs. 1 Cr. for Govt. Institutes/ Rs. 75 lakh for Private institutes for machinery Up to Rs. 1 Cr. for Govt./Private Institutes as Operational Cost for LBIs Land/ Building to be provided by Applicant organization 						
Who can apply	 Any agency/institute of Govt. of India/State. Govt., existing training centre can apply online - https://aspire.msme.gov.in 						
• N	 Minimum 300-500 students to be trained every year. 						
	Training performance by LBIs (till 30.09.2022)						
Achievement	Trainees trained	Trainees employed in other units	Trainees self- employed	Others (Further studies etc.)			
	65,467	9,874	16,338	39,255			

ASPIRE – Convergence Opportunities for Panchayati Raj Institutions

- Identification of major employment generation activities at the District level.
- Identification of District level institutes/Industrial Training Institutes (ITIs) which can be set up as LBIs to provide training and incubation to rural youths around the major economic activities of the district.
- Identification and mobilization of the prospective students at the block/district level to take admission in the LBIs
- To provide support to trained students by connecting the trained students to job fairs, etc. at District/Block level.

Schemes of Khadi & Village Industries Commission (KVIC)

Honey Mission -

- Focusses on supplementing income of farmers, unemployed youth and adivasis, etc. through promotion of bee-keeping
- Beneficiaries supported with bee boxes with bee colonies, tool kits, training, etc.
- Avg. investment of Rs. 55,000/- person
- Gol assistance against total cost of machines, tools & equipment:

Category	SC	ST	General	BPL
Non-NER	90%	90%	80%	100%
NER	95%	95%	90%	100%

Kumbhar Sashaktikaran Programme -

- Focusses on upliftment of rural pottery artisans' livelihood
- Beneficiaries supported with energy efficient equipment like electric pottery wheels along with skill upgradation training
- Avg. investment of Rs. 18,000 /- beneficiary
- Gol assistance against total cost of machines, tools & equipment:

Category	SC	ST	General	BPL
Non-NER	90%	90%	80%	100%
NER	95%	95%	90%	100%

Schemes of KVIC – Convergence Opportunities for Panchayati Raj Institutions

- Publicity of the schemes through conducting Awareness Programmes
- Identification of potential bee-keepers/ potters in the GP/ Blocks/ Districts
- Facilitate potential bee-keepers/ potters in submitting applications to KVIC
- District PRIs to shortlist beneficiaries as part of the committee with KVIC
- Provide marketing opportunities/ linkages to bee-keepers/ potters through District/Block level exhibitions/ fairs

Thank You