

### NATIONAL APPRENTICESHIP PROMOTION SCHEME







Apprenticeship Training Cell Directorate of Skill Development Department of Technical Education Skill Development & Employment, GoMP

#### Why is Apprenticeship Important?

- ☐ The employment of youth is of paramount importance as it directly affects the overall Growth of the nation.
- ☐ In addition to all of the hands-on skills, the most important skills learned during an apprenticeship are
- The Knowledge Of Various Codes
- Safety Rules, Regulations And Procedures
- Appropriate Use Of Tools
- Reading & Interpreting Documentation
- Troubleshooting
- Teamwork
- Communication skills

#### **Objectives of Apprentices Act**

## The Apprentices Act, 1961 was enacted with the following objectives:

☐ To meet the increasing demand for skilled craftsman in the development of the country

□Regulating the program of training of apprentices in the industry by utilizing the facilities available therein for imparting on-the-job training.

#### **Categories of Apprentices**

#### There are five categories:

- □ Graduate Apprentices (Graduate Engineers)
- Technician Apprentices (Diploma from Polytechnic)
- ☐ Technician (Vocational) Apprentices (10+2 Voc.)
- Trade Apprentices (8th, 10th,12th & ITI pass outs)
- Optional trade Apprentices
- a) Graduate, Technician and Technician (Vocational) apprentices comes under purview of MHRD
- b) Trade and Optional trade apprentices comes under purview of MSDE

# Amendments { Apprentices Act & Rules }

#### **AMENDMENTS**

The Apprentices Act, 1961 has been amended from 22<sup>nd</sup> December, 2014.

The Apprenticeship Rules, 1992 have also been amended from 18<sup>th</sup> June, 2015.

#### Main changes are:

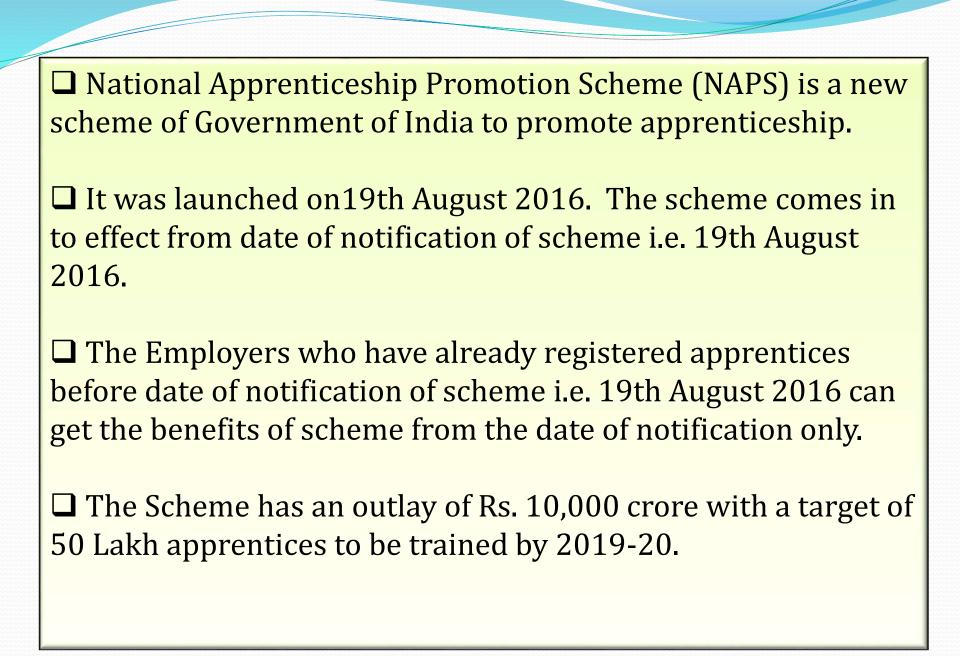
- ✓ Engagement of apprentices in a band of 2.5% to 10% of total strength of establishment (including contractual workers)
- ✓ Introduction of optional trades
- ✓ Scope has been extended to non-engineering pass outs also.
- ✓ Establishments have been permitted to outsource basic training in an institute of their choice.
- ✓ Aggregation of apprentices through Third Party Agency
- ✓ Submission of returns, other information and contract of apprenticeship through a portal and its time bound approval

#### **Revision of Stipend**

Rates of stipend for trade apprentices have been revised & notified on 22.09.2014. The rates are as follows:

1 <sup>st</sup> year	70% (Rs.5763) of minimum wage of semi-skilled workers (Rs.8232) notified by the respective State or Union territory.
2 <sup>nd</sup> year	80% (Rs.6586) of minimum wage of semi-skilled workers (Rs.8232) notified by the respective State or Union territory
3rd & 4th year	90% (Rs.7409) of minimum wage of semi-skilled workers (Rs.8232) notified by the respective State or Union territory.

# National Apprenticeship Promotion Scheme (NAPS)



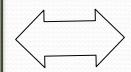
# Components of National Apprenticeship Promotion Scheme

Sharing of 25% of prescribed stipend subject to a maximum of Rs. 1500/-per month per apprentice to the employers.





Sharing of basic training cost in respect of apprentices who come directly from school without any formal trade training.



Basic Training cost limited to Rs. 7500 for a maximum of 500 hours/3 months.

#### **Eligibility & Requirement For Employers**

- Employers must have EPFO/ESIC/LIN/Factory/
   Cooperative/ MSME registration number.
- Employers must have TIN/TAN/GST number
- Aadhar Linked Bank Account
- Establishments must register themselves on this portal.
- It is mandatory for establishments having manpower strength of more than 40 to engage apprentices through apprenticeship portal (www.apprenticeship.gov.in).
- Establishments having manpower strength between 6 to 40 may also engage apprentices through the apprenticeship portal.

#### **Eligibility And Requirement For Apprentices**

- Trainees passed out from ITI courses
- 2. Trainees under dual-learning mode from ITIs
- 3. Trainees who have completed PMKVY/MES-SDI courses or courses approved by State Governments/Central Government.
- 4. Graduates/diploma holders or pursuing graduation/diploma in any stream or 10+2 vocational certificate holders (Apprentices who are not covered under NATS administered by MHRD)
- 5. Candidates who possess minimum educational qualification required for a trade and have not undergone any formal trade training (Fresher apprentices)
- 6. He/she has completed 14 years of age and fulfils other requirements of the Apprentices Act, 1961.
- 7. Every apprentice has to register on the portal.

Routes of apprenticeship Training	I Dilration of training						
ITI pass outs	6 -24 months	Yes					
Graduates	3 - 12 months	Yes					
Diploma holders	6 - 24 months	Yes					
All pass outs from the NSQF aligned courses including PMKVY/DDUGKY etc.	6 -24 months	Yes					
Pursuing graduation/diplomas	3-24 months	Yes					
Fresh apprentices (8th ,10th ,12th)	6-24 months	No					

#### Implementation Agencies

- □ Regional Directorates of Apprenticeship Training (RDATs) under the control of Directorate General of Training will act as implementing agencies in their regions for Central Public Sector Undertaking and establishments operating their business in 4 or more States..
- ☐ State Apprenticeship Advisers (SAA) will act as implementing agencies for state public sector and private establishments under their jurisdiction.

#### SALIENT FEATURES OF NAPS

☐ Establishments can engage apprentices in bandwidth of 2.5% to
10% of its total manpower.
☐ Minimum 2.5%apprentices engagement is mandatory as per Act.
☐Establishments can also design their own courses as per their
requirements and get these approved from Govt.
☐Establishment can select and appoint apprentices online through
the portal.
☐ Apprentices from any State can be engaged.
lacksquare Stipend is to be paid online to the bank account of apprentices.
☐ Reimbursement claim shall be paid quarterly to the establishments
by the Government.

**□** Penalties for Non Compliance of Act.

Rs.500/-per month per apprentice vacant seat during first three months. After three months, fine is Rs. 1000/- per month per apprentice vacant seat.

#### Benefits to employer under NAPS

- More than 50% saving on wages by the establishments & annual saving is about Rs.60,000/- per year for one apprentice.
- No ESI, No EPF applicable.
- Apprentices cannot participate in Union activities.
- Apprentices while learning, also contributes towards production.
- Expenditure on engaging apprentices more than 2.5% can be booked under CSR liability/funds.

#### Cost Comparison: Contract vs. Apprentice\*

Description	Normal Contra Worker	ctual	Apprenticeship Engagement					
Designation difference	These are Contractual	Workers	These are Trainees under Govt.					
Designation amerence	These are Contractant	VVOIRCIS	Scheme					
Qualification	10 <sup>th &amp;</sup> ITI		Minimum 10 <sup>th</sup> + ITI , Schoo	ol Dropout				
	Salary (INR)	7,977	Salary (INR)	7,500				
			(As per Govt. 70% to 90%					
			of Semi Skilled Salary)					
			GoI Reimbursement	1500				
	Att. Aw		Att. Aw	0				
Cost of 1 Person	00		PF	NA				
	PF	1,066	ESIC	NA				
	ESIC	427	LWF	NA				
	LWF	20	Cont Sv. Charge	0				
	Cont Sv. Charge	800	<u>Bonus</u>	NA				
	Bonus	664						
Total Cost	10,954/-		6,000/-					
<b>Total Cost Saving</b>			<b>Rs. 5,000/- Per Month / E</b>	mployee				
Tenure on Employee	Maximum he can stay		Maximum 2 Years					

<sup>\*</sup>Adopted from Subros Ltd.

Apprenticeship training is the most efficient way to develop skilled manpower for industry by using training facilities in establishments without any extra burden on exchequer to set up training infrastructure.

#### MYTHS **★** FACTS **✓**



- Registering with NAPS and apprentice engagement is a long, hectic process involving physical visits, F2F interviews, etc.
- ✓ No physical screening is required!! Dedicated online portal automates and eases the complete registration and apprentice engagement process.



- ✗ Only ITI pass-outs can be engaged as apprentices.
- ✓ Any candidate with minimum Class 5<sup>th</sup> pass can be engaged as an apprentice.



- ★ Establishments cannot choose their apprentices.
- Establishments use their discretion to select their desired apprentices.



- ★ There is no limitation to the number of apprentices that an establishment can engage.
- An establishment needs to engage only 2.5% to 10% of their total workforce as apprentices.



- X Apprentices can only be taken for manufacturing jobs.
- Apprentices can be taken for all functions within the manufacturing sector and across sectors such as trade, services, and others.



- Establishments are bound to offer permanent jobs to apprentices.
- It is not obligatory to induct apprentices after their training.



- ★ Apprentices will be an added cost for an establishment.
- Apprentices generate revenue and productivity after acquiring sufficient training. In the long run they save cost to company.



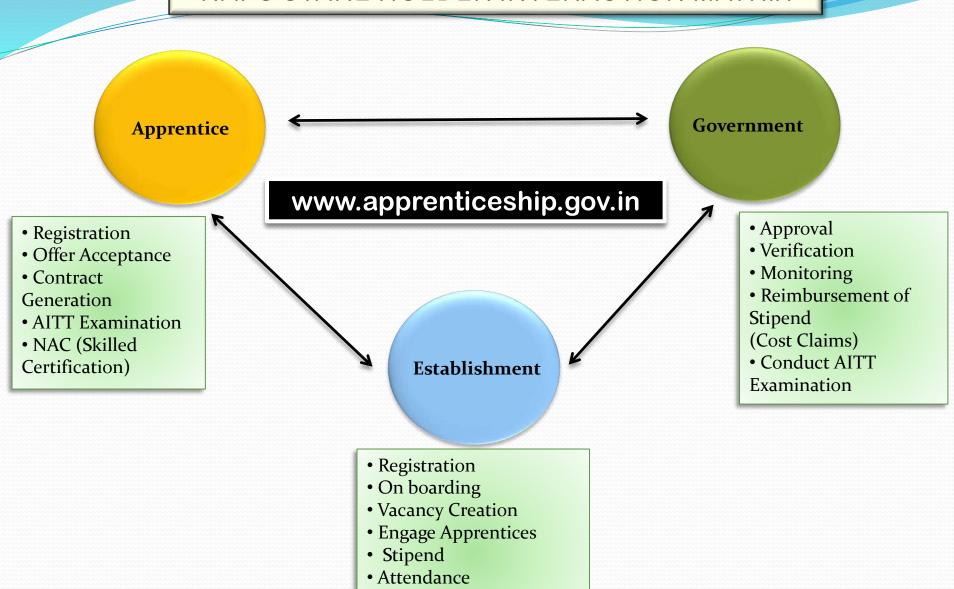
- ✗ It is mandatory to pay ESIC and EPF to the apprentices.
- It is not mandatory and up to the establishment's discretion.



- X A government officer would visit and indicate how many apprentices to be engaged and in how many trades within the establishment.
- ✓ An establishment needs to register on the online portal only, and it will showcase the minimum/maximum number of apprentices that can be engaged by the organisation.

### PORTAL ECO SYSTEM

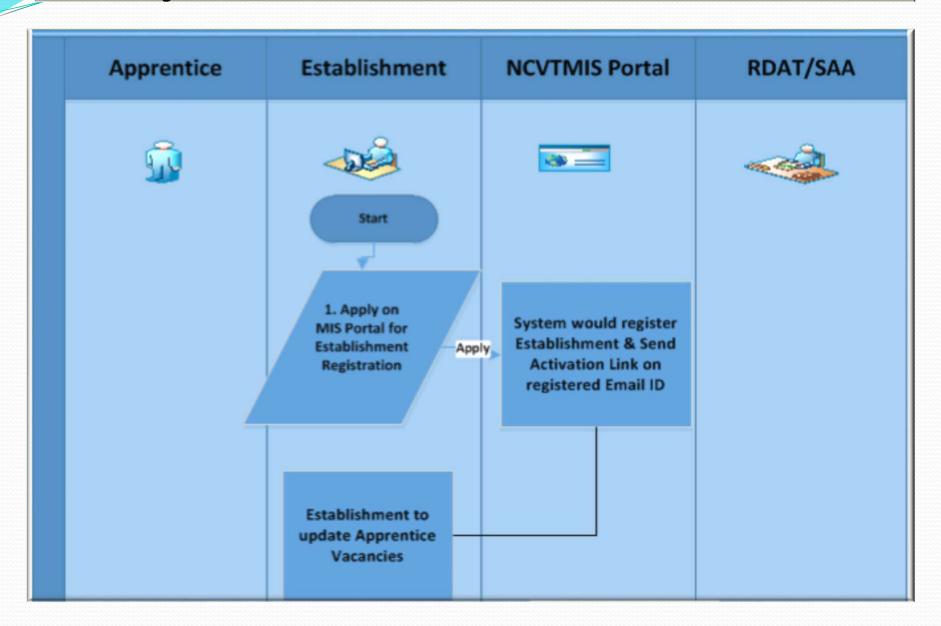
#### NAPS STAKE HOLDER INTERACTION MATRIX

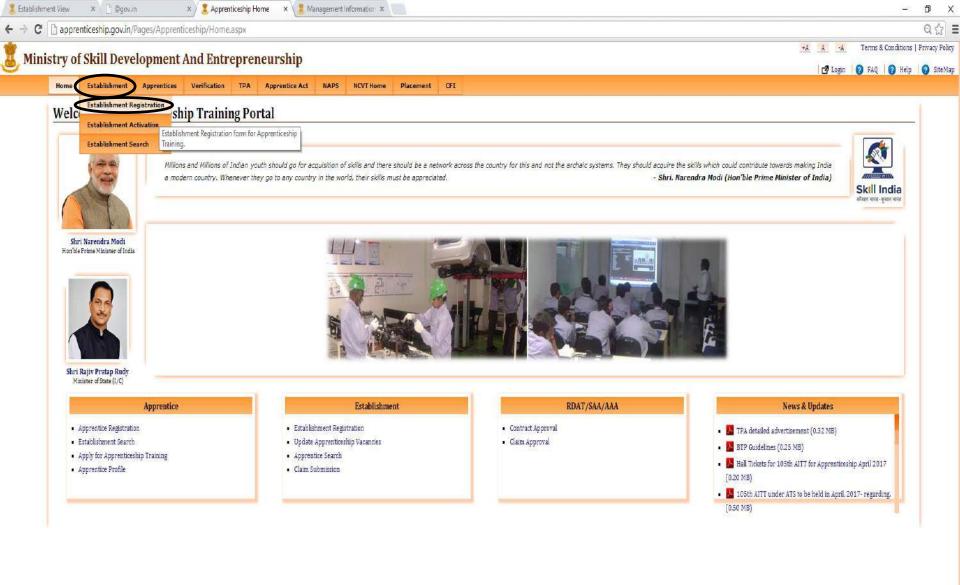


Quarterly Cost Claim AITT Examination

Placements

#### System Process – Establishment Enrolment







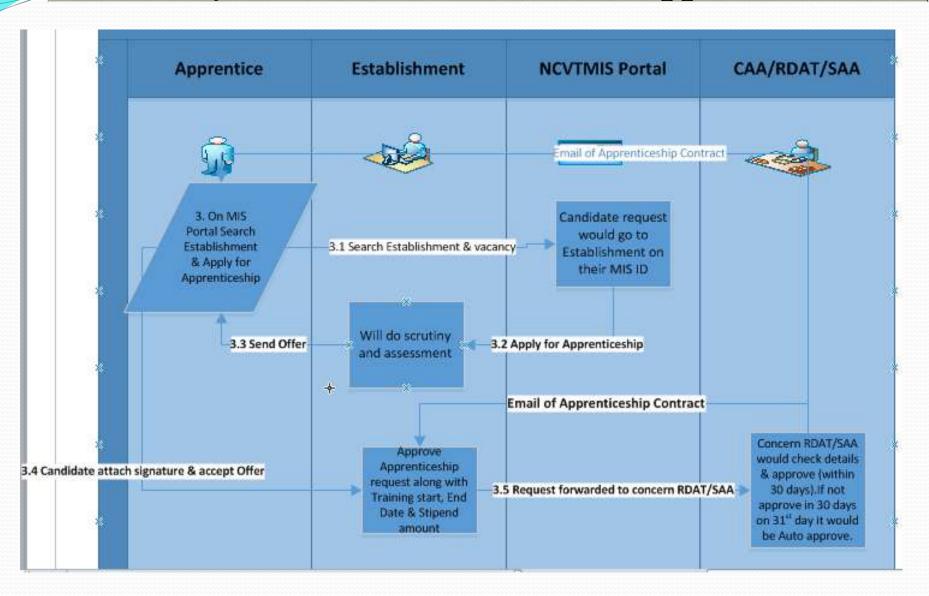
#### Ministry of Skill Development And Entrepreneurship

/T Home	Home Establis	nment Apprentices	TPA	Certificate Verification	Apprentice Act	APY					
gistrat	ion of Establis	shment for Ap	rentice	ship Training	19.00						
	ails for Registratio			3							
	Alto est sus exaltantes de co										
Establishm	ient Details										
	gistration Type *	-Select-			Registration No.						
	tablishment Name *										
Est	tablishment Type *	-Select-		<b>y</b>	Establishment Ca	ategory*		-Select-	7		
Inc	dustry Type *	-Select-		X	<b>Business Nature</b>						
	Is Establishment Dealin	g with Natural Resources?						40°C			
Op	erating in States (count)	*			Working Days in	a Week		-Select-			
Est	tablishment Strength*	Regular *		+ Contractual*	+ Seasonal*		+ Others	Total Streng	th = 0		
	ead Quarter Establishmer gistration Number		earch Establish	iments		Appren	tice Intake: Min	imum Limit = 0 & Maxim	um Limit =0		
esta blishm	ent Contact Details										
Est	tablishment Address *										
Sta	ate *	-Select-		¥.	District *			-Select State-	Ÿ.		
Pir	n Code *				Contact Number	8		CONTRACTOR OF THE PARTY OF THE	-		
Em	nail*				Fax Number						
etails for	Head of Establishm	ent									
Na	me*				Designation*						
Con	ntact Number#				Email*						
Mo	obile Number #				Fax Number						
Details of C	Contact Person for A	pprenticeship									
0	Same as Head of Establi	shment		4	111111111111111111111111111111111111111						
Na	me *	P-7			Designation *						
Con	ntact Number #				Email*			Activation link for regis be sent on this email.	stration and lo	gin credentials will	
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Submit

Clear

#### System Process – Contract Approval

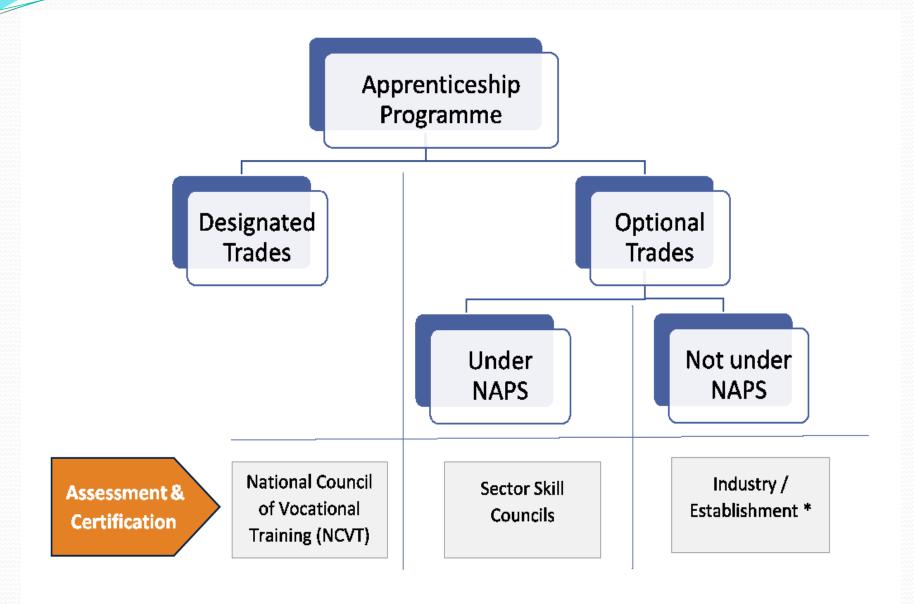


# Framework For Integration of Short Term Courses Under NAPS

#### Basic Difference | Designated v/s Optional

	Particulars	Designated Trades	Optional Trades					
1.	Definition	Any trade or occupation which the Central Government has notified in the official gazette as a Designated Trade	Any trade or occupation not included in Designated Trades determined by the employer or already pre approved by NSDC/DGT which leads to a workplace competency					
2.	Course Curriculum Design	The Central Staff Training and Research Institute (CSTARI)	Employer under supervision of Sector Skill Councils/NSDC (148- NSDC,80-DGT,Employer-40)					
3.	Course Approval	Central Apprenticeship Council	No approval Required					
4.	Course Duration	As per syllabus	As per syllabus					
5.	Approved Trades	261	268 (More to be added)					
6.	Payment For BTP	INR 7,500 per apprentice for a maximum of 3 months/ 500 hours	INR 7,500 per apprentice for a maximum of 3 months/ 500 hours					
7.	Stipend	25% of prescribed stipend(semi- skilled rate) up to max of INR 1,500 per month per apprentice	25% of prescribed stipend(semi- skilled rate) up to max of INR 1,500 per month per apprentice					
8.	Assessment & Certification	National Council of Vocational Training	Sector Skill Councils					

#### **Assessment & Certifications | Apprentices**





**TOP UP MODE:** Apprenticeship (on-the-job training with the establishment) shall be offered in sequential mode with various courses. Candidates can opt for the apprenticeship training after completion of the course

BT (Block I)

Covered in PMKVY Basic Training, which is conducted using a combination of classroom and practical training.

OJT (Block II)

Conducted primarily through hands-on training as an apprentice with an organization with an assessment as the end.

**EMBEDDED MODE:** Apprenticeship (on-the-job training with the establishment) shall be made compulsory as part of the short-term course curriculum. In this case, the candidates can undertake basic training and on-the-job training either simultaneously or one after the other, in accordance with the arrangement between employer and Sector Skill Council/ training partner

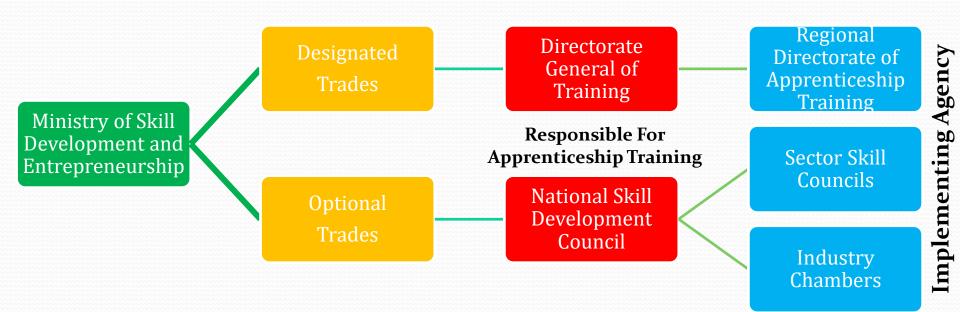
BT (Block I)

A Qualification pack is covered in Basic Training (Block 1), which is Instructor led conducted using a combination of classroom and practical training.

OJT (Block II)

Conducted primarily through hands-on training as an apprentice with an organization with an assessment as the end.

#### **Operational Framework | Central Govt. Establishments**



#### Note:

Incase of State Public Sector Units and Private Establishments State Skill Development Mission will be the implementing body in respect of OPTIONAL TRADES and State Apprenticeship Advisors in reference to DESIGNATED TRADES

### **COST CLAIM PROCESS**

#### Reimbursement of Stipend (Cost Claim) for Establishments under NAPS

The following slides will guide the establishments for reimbursement of stipend (Cost Claim):							
☐ The establishments are required to provide relevant information in the							
respective forms (Form 1 & 2) shown in following slides.							
☐ The completed (with authorized seal & signature) forms are required to be							
submitted to respective Principal/AAA*, posted in respective ITI's, along with							
other relevant documents.							
☐ The respective Principal/AAA* will then verify the details and send these to							
the State Apprenticeship Training Cell, Bhopal for further processing.							
*AAA: Assistant Apprenticeship Adviser							

#### FORM -1

From,								
	M/s							
_								
To,	Assistant Apprentices	hip Advisor-cum-Principal						
	Assistant Apprenticeship Advisor-cum-Principal Govt. ITI							
Subject:	Regarding Submission	n of reimbursement claim und	er NAPS.					
Sir,								
	Kindly refer to the sub	ject cited above.						
	Our establishment is	covered under Apprenticeshi	p Act – 1961 and as such					
have been	registered Apprenticesh	ip Portal with number	We are					
submitting	the case for reimbursem	ent of Govt. share of stipend	@ 25% of minimum wages					
for semi-skilled workers or Rs.1500 per month per apprentice whichever is less under								
NAPS for the following engaged apprentices								
Sr. No.	Name of apprentices	Apprentices registration no.	Amount of claim					

		Total						+			
		The	detail inf	formati	on of th	ne above appre	entices a	and cla	aim ha	s been fill	ed up
in	the p	prescribed	format	and o	lesired	documentary	proofs	have	been	attached.	It is

requested to kindly reimburse the claim amount into our bank account no.....

IFSC Code ...... bank name ...... at the earliest possible.

Thanking You.

Signature

of Authorized representative of establishment with seal

#### FORM -2

#### Reimbursement Claim proforma under NAPS Page - 1 Detail of Establishment

a) Establishment Registration Number on portal b) Date of registration on portal c) Establishment on- boarded (Yes/ No)	a) Establishment Name b) Establishment Address	Establishmen Type SPSU/ State Govt. Deptt./ Private Sector/ Coopetative Sector	t a) Establishment Account No. b) Bank IFSC Code c) Bank Name {Please mention the details of A/c from which the stipend have been paid}	Establishment TIN or TAN No.	Additional Mandatory information on Establishment,  Mention the number of Either MSME Registration Number or ESIC No. or EPFO No. or Factory Registration No. or Cooperative Registration No.
2	3	4	5	6	7
a)	a) Name:		a) b)		
b) c)	b) Address:		с)		

It is certified that the above mentioned details are true and correct and nothing have been concealed therein.

Seal of the establishment

Signature of the authorized person of the establishment

It is certified that the above given details have been verified from the portal and found correct. The establishment have been on-boarded on the apprenticeship portal.

Signature of JAA

Signature of AAA with seal

Note: Please print proforma 1 and 2 on one paper i.e. on both side of one paper.

#### FORM -2

Reimbursement Claim proforma under NAPS Page - 2

Details of the Apprentice for claim

Name o	the establishment:												******
Portal re	egistration number of establ	ishment:				Date of	Registra	ation on	portal				
Sr. No	a) Apprentice Registration No. on portal     b) Apprentice Name	a) Apprentice Aadhaar No. b) Is Aadhaar No.	Apprentice a) Date of start adhaar No. of Training			Stipend paid by the establishment as per the rate prescribed under the App.  Rules							reimburseme
	c) Father Name d) Apprentice Type, ITI Pass/Fresher	Apprentice's Bank A/C (Y/N) c) Apprentice A/c No. d) IFSC Code e) Bank Name	Training c) Total Duration d) Basic Training period	Reimbur sement claim already paid upto	Month/ Year	Month/ Year	Month/ Year	Month/ Year	Month/ Year	Month/ Year		Total stipend paid by the establishme nt (Add Cols 6 to 12)	y the stipend or shme Maximum Rs. 1500 pm, ols 6 which ever is
1	2	3	4	5	6	7	8	9	10	11	12	13	14
1	a)	a)	a)	Month/	AAAAAAA AAAAAAAA								
	b)	b)	b)	Year	N	o. of pres	sent days	for which	ch above	stipend	is paid		
	c)	c)	c) Years										
	d)	d)	d) from date	% Rate o	f stipend	paid (70	%/ 80%/	90% of n	otified m	inimum	wages)		
	e)	e)	date										

It is certified that: 1. The establishment have paid the prescribed stipend amount to the apprentice in his Aadhar Seeded Bank Account mentioned in the column no. 3 above. The proofs of the payment in his bank account and copy of passbook of apprentice and his aadhar card are attached herewith. 2. That the apprentice have undergone the apprenticeship training as per prescribed norms under the Apprenticeship Act and is eligible for the apprenticeship training and prescribed stipend. 3. Establishments undertakes that, if at any stage it is found that this establishment have been paid excess reimbursement amount due to any reason by the State Apprenticeship Advisor under NAPS, then it shall be returned to the SAA without any objection and the SAA has the right to recover it.

Date: Seal of the establishment Signature of the authorized person of the establishment

The establishment is on board on the apprenticeship portal.

Total reimbursable

amount: Rs.

Signature of AAA with Seal

Signature of JAA

#### **Documents to be attached**

	Particulars	Remarks				
1	Covering Letter	As per format (Form-1)				
2	Details of Establishment & Apprentices	As per format (Form-2)				
3	Proof of attendance of apprentices	As per Establishment Records				
4	Proof of Stipend paid to apprentice - Stipend to be paid from Est. Bank A/c (Aadhar Linked) to Apprentice's Bank A/c (Aadhar Linked)	Bank Statement (Monthly) Or Cheque No. and amount paid to apprentice per month - certified by Bank Or Apprentice's Bank Statement/Passbook				

All Documents to be duly signed and stamped by Authorized Personnel of the Establishment

#### Important Points while submitting claim under NAPS

	Particulars	Remarks
1	Establishment should approve contract of apprenticeship	
2	Apprentice duration to be as per Apprenticeship Rule 2015.	As per amendment Dt. 26.02.2016, 02.03.2017, 19.07.2017 & 20.12.2017
3	Stipend paid to apprentices	Stipend should be paid as per act. As notified by labour commissioner of MP (twice a year) for semi skilled worker
4	Establishment should be onboard the apprenticeship portal	Bank details and registrations documents to be uploaded in establishment profile.
5	Payment for the last quarter shall be made only after passing the All India Trade Test (AITT) by the apprentices.	

#### Websites to remember:

- ✓ www.apprenticeship.gov.in
- ✓ www.mpskills.gov.in

#### **Email addresses to remember:**

- ✓ apprenticeship@mp.gov.in
- ✓ ncvtmis-msde@gov.in
- ✓ atsportalhelp@gmail.com

#### **Twitter:**

✓ Apprenticeship\_MP

#### You Tube:

Apprenticeship\_MP

