

MeitY/Innovation/15(7)/2018
Government of India
Ministry of Electronics & Information Technology (MeitY)
Innovation and IPR Division

Dated: 07.03.2019
New Delhi: 110 003

ADMINISTRATIVE APPROVAL

Subject: Administrative Approval for the project entitled “**MeitY Start-up Hub**” (MSH) under TIDE 2.0 scheme to be implemented by STPI HQ, New Delhi - regarding.

The undersigned is directed to refer to the Administrative Approval No.MeitY /IPR/TIDE/16(1)/2017 dated 1st February, 2019 for implementation of the scheme entitled “Technology Incubation and Development of Entrepreneurs (TIDE) 2.0” at 51 Institutes of Higher Learning and Premier R&D Organisations with a budgetary outlay of Rs. 264.62 Crores (Rupees Two Hundred Sixty Four Crores and Sixty Two Lakhs only) to be released as grant-in aid over a period of five years. **The ibid Administrative Approval provides for establishment of “MeitY Start-up Hub” at an estimated cost of Rs. 5,18,01,000/- (Rupees Five Crore Eighteen Lakhs and One Thousand only).**

2. The undersigned now directed to convey the Administrative Approval of the Competent Authority for the establishment of “MeitY Start-up Hub” (MSH) under TIDE 2.0 scheme by Software Technology Parks of India (STPI) Hqrs. at a total estimated cost of Rs. 5,18,01,000/- (Rupees Five Crore Eighteen Lakhs and One Thousand only) as grants-in-aid over a period of five years. The details of the project are given in the enclosed Annexure-1. The other Terms & Conditions governing release of Grant-in-aid from MeitY are enclosed as Annexure-II.

3. This issues with the approval of Secretary vide Dy. No. 19 dated 01.03.2019 and in exercise of powers conferred on the Ministry in consultation with the Integrated Finance Division, MeitY vide their Dy. No. 935 dated 27.02.2019

(Jatinder Singh)
Deputy Director
(Physically signed)

Copy to:

1. The Director, Office of the Director General of Audit, Post & Telecommunication, Sham Nath Marg, Delhi-110 054.
2. Drawing & Disbursing Officer, MeitY.
3. Finance Division, MeitY
4. DG(STPI
5. JS(GS)/Dir(AKG)/ ScS(NKS), MeitY
6. Sanction Folder

(Jatinder Singh)
Deputy Director
(Physically signed)

Annexure-I to Administrative Approval No. MeitY/Innovation/15(7)/2018 Dated 07.03.2019

1	Name of the Project:	MeitY Start-up Hub (MSH) under TIDE 2.0 Scheme
2	Objective:	<ul style="list-style-type: none"> • Startups to learn and grow from a variety of experiences including the success stories from others • Various stakeholders to converge under a common umbrella • Intersection of technology and ideas leading to effective translation of R&D activities for commercial gains • Making business case out of the technologies or solutions developed • Access to development resources which includes design and prototyping of services and licensing of technologies • Optimum utilization of limited resources • Facilitation of crisscrossing of technology resources across gamut of domains for coming out with solutions to the challenges across different projects • Capitalizing on strengths of different centers to pull out moderately weaker centres into mainstream activity • Spawning the dawn of an innovation ecosystem cutting across functionalities and industries for supporting tech startups • Solutions developed as part of the innovation activities to be showcased through Government e-Marketplace (GeM) for maximum outreach and a wider audience
3.	Deliverables	<ul style="list-style-type: none"> • Creating database of tech startups through an online portal • Listing out of available/ developed technologies/tech solutions • Keep tab on the recent developments in relevant technology space • Protection of generated IPs • Facilitating market outreach • Industry connect • Establishing inter-linkages with various incubation centers to be established under TIDE 2.0 scheme and also with the existing theme based Incubation centres, established and being established CoE's, Innovation and R&D infrastructure created through MeitY funding. • Mentorship facilitation -Academic and business • Assist centres/startups with capacity development • Fundraising through VCs/Angles • Availability of knowledge and resources • Development and maintenance of an online portal • Maintain database of the available repositories and facilitate inter-linkages of these resources • Organising startup events/seminars/conferences • Facilitation of developed technology solutions for market outreach through GeM
4	Name of the Implementing Agency	STPI HQ, New Delhi

5	Governance Mechanism	MeitY will provide funding support required to set up MeitY Startup Hub (MSH). MSH will be housed inside the premises of MeitY and will be set-up in close coordination with MeitY and other R&D societies of this Ministry. MeitY will constitute a Governing Council under the Chairmanship of Joint Secretary (Startups, Innovation & IPR). The Governing Council will make appointments of CEO and other staff of MSH under TIDE 2.0 scheme. The Governing Council will also review the implementation of MSH by STPI and the Technical and Financial progress of the MSH from time to time. The composition of the Governing Council and its terms of reference will be notified separately.
6.	Total Project duration	60 Months
7.		
(i)	Expected date of commencement	07.03.2019
(ii)	Expected date of completion	06.03.2024

8. Total Project Outlay: Rs. 518.01lakhs (Rupees Five Crore Eighteen Lakhs and One Thousand only)

9. Budget Details:

(Year-wise and item-wise breakup as given below):

Table 1: MeitY Startup Hub (MSH)-Head-wise Budgetary Outlay:

Sr. No	Item Head	First Year	Second Year	Third Year	Fourth Year	Fifth Year	Total In lakhs
1.	Development of TIDE 2.0 platform including servers and hosting charges including Software/hardware/equipment/licenses	60.00	10.00	10.00	10.00	10.00	100.00
2.	Events/ Seminars	10.0	10.0	10.0	10.0	10.0	50.00
3.	Travel & Training	5.0	5.0	5.0	6.0	6.0	27.00
4.	Miscellaneous & Contingency	3.0	3.0	3.0	3.0	3.0	15.00
5.	Human Resource Component of TIDE 2.0	53.40	58.74	64.61	71.08	78.18	326.01
	TOTAL	131.4	86.74	92.61	100.08	107.18	518.01

Table 2: MeitY Startup Hub (MSH)- Human Resource Component of TIDE 2.0

Manpower	Approx Salary (Rs.) Per Month	Number	Estimate Gross Salary per man year (Rs.)	Man Years during the Plan Period	Total (Rs.)
Chief Executive Officer	200,000/- + 10% Increment annually	1	24 Lakh + 10% Increment annually	5	1, 46,52,240/-
Project Manager	50,000/- +10% Increment annually	3	6.00 Lakh + 10% Increment annually	5	36,63,060/- X 3 = 1,09,89,180
Web portal maintenance including content management	45000/-+10% Increment annually	1	5.40 Lakh + 10% Increment annually	5	3296754 /-
Secretarial Staff	25,000 + 10% Increment annually	2	3.00 Lakh +10% Increment annually	5	1831,530 X 2 = 36,63,060/-
Total					3,26,01,234/- = 326.01 Lakhs

10. Mode and extent of Funding:

(i)	Budgetary Support	100% Grant in Aid
a)	Grants-in-aid from MeitY	Rs. 518.01lakhs
b)	Loan	Nil
b)	If loan, terms and condition for grant or loan to be stipulated if terms and condition have been Accepted, reference to acceptance	Nil
(ii)	Internal generation	Nil
(iii)	External Agency, if any	No

11. Stages of release of Grant

Sl. No.	Amount	Stage	Conditions
1	40% of the amount earmarked for First year	Initiation of the project	(i) Terms & Conditions governing release of Grant-in-Aid (ii) Submission of MoU as per provisions of GFR
2	60% of the amount earmarked for First year	6 Months	(i) Submission of Utilization Certificate of Previous release. (ii) Technical & Financial Progress Report;

			(iii) Audited statement of accounts ; and (iv) Recommendations of the PRSG.
3	50% of the amount earmarked for second year	6 Months	(i) Submission of Utilization Certificate of Previous release. (ii) Technical & Financial Progress Report; (iii) Audited statement of accounts ; and (iv) Recommendations of the PRSG.
4	50% of the amount earmarked for second year	6 Months	(i) Submission of Utilization Certificate of Previous release. (ii) Technical & Financial Progress Report ; (iii) Audited statement of accounts ; and (iv) Recommendations of the PRSG.
5	50% of the amount earmarked for third year	6 Months	(i) Submission of Utilization Certificate of Previous release. (ii) Technical & Financial Progress Report ; (iii) Audited statement of accounts ; and (iv) Recommendations of the PRSG.
6	50% of the amount earmarked for third year	6 Months	(i) Submission of Utilization Certificate of Previous release. (ii) Technical & Financial Progress Report ; (iii) Audited statement of accounts ; and (iv) Recommendations of the PRSG.
7	50% of the amount earmarked for third year	6 Months	(i) Submission of Utilization Certificate of Previous release. (ii) Technical & Financial Progress Report ; (iii) Audited statement of accounts ; and (iv) Recommendations of the PRSG.
8	50% of the amount earmarked for third year	6 Months	(i) Submission of Utilization Certificate of Previous release. (ii) Technical & Financial Progress Report ; (iii) Audited statement of accounts ; and (iv) Recommendations of the PRSG.
9	50% of the amount earmarked for third year	6 Months	(i) Submission of Utilization Certificate of Previous release. (ii) Technical & Financial Progress Report ; (iii) Audited statement of accounts ; and (iv) Recommendations of the PRSG.
10	50% of the amount earmarked for third year	6 Months	(i) Submission of Utilization Certificate of Previous release. (ii) Technical & Financial Progress Report ; (iii) Audited statement of accounts ; and (iv) Recommendations of the PRSG.

13. Location: MeitY, New Delhi

(Jatinder Singh)
Deputy Director
(Physically signed)

Terms & Conditions for Grant-in-Aid

The grant is for the specific project as approved by Ministry of Electronics & Information Technology (MeitY) and shall be subject to the conditions listed below. The proposal originating industry and grantee institution shall give an undertaking that they agree to be governed by these conditions.

1. The grant amount shall be i) spent for the project within the specified time; and ii) Any portion of the grant, which is not ultimately required for expenditure for the approved purposes, shall be duly surrendered to MeitY;
2. The grantee institution shall maintain an audited record in the form of a register in the prescribed proforma for permanent, semi-permanent assets acquired solely or mainly out of MeitY grant;
3. The assets referred to in (2) above will be property of MeitY and should not, without prior sanction of MeitY, be disposed off or encumbered or utilized for the purposes other than those for which the grant has been sanctioned;
4. At the conclusion of the project, MeitY will be free to sell or otherwise dispose of the assets which are the property of MeitY and grantee institution shall render to MeitY the necessary support for facilitating the sale of these assets;
5. The grantee institution shall send to the MeitY at the end of each financial year as well as at the time of seeking further installments of the grant a list of assets referred to in (2) above;
6. Should at any time grantee institution cease to exist, such assets etc., shall revert to MeitY;
7. The grantee institution shall render progress-cum-achievement reports at interval of not exceeding six months on the progress made on all aspects of the project including expenditure incurred on various approved items during the period;
8. The grantee institution shall render an audited statement of accounts to MeitY;
9. The audited statement of accounts relating to grants given during financial year together with the comments of the auditor regarding the observance of the conditions governing the grant should be forwarded to the MeitY within six months following the end of the relevant financial year;
10. The utilization of grant for the intended purposes will be looked into by the Auditor of grantee institution according to the directives issued by the Government of India at the instance of the Comptroller and Auditor General and the specific mention about it will be made in the audit report;

11. MeitY or its nominee(s) will have the right of access to the books and accounts of the grantee institution for which a reasonable prior notice would be given;
12. The grantee institution should maintain separate audited account for the project. If it is found expedient to keep a part or whole of the grant in a bank account earning interest, all the interest or other earnings against GIA should be mandatorily remitted to the Consolidated Fund of India immediately after finalization of accounts. Such advances shall not be allowed to be adjusted against further releases in pursuance of GFR provisions.
13. Institute may retain the sale proceeds of prototypes, etc fabricated as a result of the development of the project arising directly from funds granted by the Ministry. The Institute may use funds thus generated for furtherance of project objectives;
14. The Intellectual property and the rights associated with it shall be agreed between the participating organizations before the start of the project. The Industry/ Industry Consortium/ Institution(s) will make all efforts to protect intellectual property generated out of the project. The institution(s)/industry would submit the periodic report to MeitY for a period of minimum 5years on the status of IPRs created/commercialization under the project. (5 years is the expected life time of product/technology). Furthermore, IPR must also reside in India so that India has access and complete control to these rights in times of emergency to protect our national interest;
15. Application by grantee institution for any other financial assistance or receipt of grant/loan from any other Agency/Ministry/Department for this project should have the prior approval of Ministry of Electronics & Information Technology;
16. The Grantee institution(s) is not allowed to entrust the implementation of this project for which grant-in-aid is received to another institution and to divert the grant-in-aid received from Ministry of Electronics & Information Technology as assistance to the later institution;
17. MeitY shall appoint a Project Review and Steering Group (PRSG) comprising of representatives from MeitY and other experts. PRSG will periodically monitor the project in all respects including technical and financial;
18. In case of any dispute on any matter, related to the project during the course of its implementation, the decision of the Secretary, MeitY, shall be final and binding on the proposal originating industry/ industry consortium and grantee institute.