

**Gujarat Industrial Policy-2015
Scheme for Assistance for
Industrial Infrastructure**

Government of Gujarat
Industries & Mines Department
G.R. No. GID-102014-922908-G
Sachivalaya, Gandhinagar
Dated : 19.1.2015

Read:-

- 1) Govt. Resolution. No.BGT/1008/626/G dtd. 27/02/2009.
- 2) Gujarat New Industrial Policy, 2015.

Preamble:

Today Gujarat's economy has reached a critical size which is a strong platform to launch itself on an accelerated and high growth trajectory. The state has always been in the forefront of economic growth in the country. Gujarat Industrial Policy 2015 emphasizes on infrastructure development. A state's competitive economic advantage clearly depend on strong, articulated vision for industrial and infrastructure development. The state has decided to focus more on comprehensive infrastructure facilities to the project proponents across the state. The Industrial Policy seeks to create adequate provisions which aims to upgrade and improve the status of infrastructure in the State. In recent years, the state government has taken up many initiatives for creation of new infrastructure and up-gradation of Infrastructure in industrial areas and estates, facelift of existing infrastructure, leveraging from critical infrastructure scheme. A Task Force Committee constituted to review the impact of existing schemes under the 2009 Industrial Policy in consultation with Industries Associations and to suggest necessary modifications. Task force Committee recommended to extend support to maintain competitiveness of enterprises by modifying schemes in operation. In continuation of previous critical infrastructure scheme, it has been decided to introduce a modified scheme for improvement of infrastructure in GIDC/non-GIDC estates/ private estates/industrial areas. To enable the industrial clusters to address their comprehensive infrastructural needs and initiate steps for fulfilling their needs by utilizing these schemes and to ensure commitment and complete involvement of the benefiting units. It is necessary to expect financial involvement of the units collectively with a contribution in the project cost. Further the Government decided to modify the existing scheme and to make them globally competitive.



RESOLUTION:

In view of the strategy under New Industrial Policy the Government is pleased to introduce a "**Scheme for Assistance for Industrial Infrastructure**" which will come into force from the date 1.1.2015 and will remain in operation for a period of five years.

1.0 Definitions:-

1.1 Eligible Institution

(i) Eligible institution means any Industries Association, Chamber of Commerce and industry or SPV of industries (which are registered under Societies Act, Trust Act or the Companies Act) or any Large project/ Group of industries are eligible.

(ii) Any Government Department, Govt. Agency or Authority, State and Central Govt. PSUs, Boards, Corporations, Municipal Corporations will be treated as eligible Institution.

1.2 Eligible Activities

- (i) Common Infrastructure facilities as may be required in an industrial estate, Industry clusters or industrial area and/or linked infrastructure/last mile connectivity for industrial estate/cluster/area, such as:
- a. Approach road from industrial estate/area to Airport, Port or Highway.
 - b. Over bridge on road/railway connecting Industrial area
 - c. Up gradation of existing roads/widening of roads
 - d. Construction of by pass road
 - e. Setting up of Earth station/Communication facilities
 - f. Water/ Gas/electricity/energy distribution networks
 - g. Setting up of common warehousing facilities
 - h. Common Facilities Centre, Product Development Centre, Training Center, Testing Centre.
 - i. Fire Stations, Primary Health Centre.
 - j. Water Desalination Plant
 - k. Transport Nagar / Transport facilities
 - l. Water Augmentation Facility
 - m. Networking Facility
 - n. Trauma/emergency Centre
 - o. Recreation Center
 - p. Business Support Services
 - q. Common Alternative Energy source project.

- r. Any other infrastructure facilities as approved by Implementation Committee.
- (iii) Up-gradation of infrastructure facilities in the estate which has been established before 10 year.
- (iv) Link infrastructure facilities and last mile connectivity to Large project, Central and State Industrial PSUs.
- (v) Setting up of Convention Centre, Exhibition Centre, Infrastructure Development of SIRs, clusters/Large Industrial Estates/Upcoming Industrial estates-areas etc. as approved by implementation committee.

1.3 Eligible Investment.

- (i) Fixed capital investment in the components of project of critical infrastructure (excluding land cost) as approved by the Empowered Committee will be eligible.
- (ii) Cost of preparation of work estimates, cost of technical approvals and cost of third party Inspection for Quality assurance expenses maximum @5% of the project cost will be eligible.

1.4 Quantum of Assistance

1. Under the scheme, assistance will be considered up-to 60% of project cost or Rs. 25 Crores per project whichever less. The Committee may sanction the assistance upto 80% of the project cost by considering the special circumstances within overall ceiling of Rs.25 crores.
2. Committee may sanction upto 100% assistance to the projects of Govt. Departments Govt. Agency or Authority, State and Central Govt. PSUs, Board.
3. The Committee may consider undertaking specific studies for specific industries/industrial area/industrial development activities through professional institutions/ reputed consultancy firms under the scheme and expenditure for such study will be incurred under this scheme.
4. In case there is no stakeholder for the development of the infrastructure of the industrial area/estate, Industries Commissioner may appoint agency to undertake study on requirement of critical infrastructure and put up to empowered committee for sanction of project and to appoint agency to execute the work.
5. If the assistance availed is less than 80% of project cost under any scheme of Govt. of India,, the balance assistance upto 80% of total project cost will be provided under this scheme



1.5 Procedure:-

- (i) The Eligible Institution will apply with project report to Industries Commissionerate.
- (ii) The Industries Commissionerate will scrutinize the proposal and place before the empowered Committee for decision.

1.6 Other Conditions

- I. The component of the Project will not be eligible for assistance under this Scheme, if the said component has already been sanctioned under any other scheme of the state government, unless specified otherwise. However, if assistance is availed under Central Govt. Scheme, the assistance together of state government and central government scheme should not exceed the project cost.
- II. The disbursement of the assistance sanctioned will be in proportionate to the expenditure incurred in case of non-Government project.
- III. The applicant shall have to prepare a detailed project report, clearly highlighting the overall infrastructural needed for the estate and industrial area and its impact on industrial and social sector. The project cost should also indicates the means of finance in terms of contribution of applicant.

2.0 State Level Empowered Committee

A State Level Empowered Committee consisting of following members is constituted for approval of project and rate of assistance under the scheme.

Hon Minister (In charge of Industries)	Chairman
Principal Secretary (Industries)	Member
ACS/Principal Secretary (Finance)	Member
Principal Secretary (Ports)	Member
Secretary (R&B)	Member
Industries Commissioner	Member
VC&MD_ GIDC	Member
Add./Jt. Industries Commissioner	Member -Secretary

- i. The Committee will review the progress of the sanctioned project



- ii. The Committee will stipulate other conditions for the implementation of the project, if required which shall be binding to the applicant.
- iii. In case of any issue regarding interpretation of the scheme, the State Level Committee will be the authority to give clarification / decision, keeping in view the objective of the scheme, which will be final & binding to all the concerned.

3.0 Provision for pipe line project.

The project which have been approved by the Committee and availed part disbursement under the previous scheme, shall have to complete the project on or before 31/12/2016. In case the project which is not completed on or before 31/12/2016, it will be eligible for assistance on expenditure incurred upto 31/12/2016 only after completion of the project thereafter.


4.0 Budget Provision

The expenditure under the scheme will be met under following budget head:

Demand No - 49
Major Head - 2852-Industries
Sub- Major I lead- 80-General
Minor Head - 800-Other Expenditure
Sub Head - (22) IND-(3) Development of Infrastructure Facilities.
Planning Code - 1 13502

This issues with the concurrence of Finance Department dt. 30.12.2014, received on the even number file of this Department.

By order and in the name of Governor of Gujarat,


(B.S.Mehta)
Deputy Secretary
Industries and Mines Department

Copy to
1 Secretary to Hon'ble Governor of Gujarat*
2 Principal Secretary to Hon. Chief Minister*
3 Personal Secretary to all Hon. Ministers
4 Advisor to Hon. Chief Minister



- 5 Under Secretary to chief secretary
- 6 Principal Secretary. Finance Department
- 7 Personal Secretary to P.S. I&M.1)
- 8 C.E.O. GIDB
- 9 V.C & M.D. G.I.D.C., Gandhinagar
- 10 Industries Commissioner, Gandhinagar
- II Accountant General Rajkot/Ahmedahad.
- 12 Select File.

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