Government of Gujarat Industries & Mines Department Resolution No:GID-102015-893580(2)-G New Sachivalaya, Gandhinagar Date:21.4.2015

Read: (1) Gujarat New Industrial Policy-2015

Preamble

Today Gujarat's economy has reached a critical size which is 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 lays 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. 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. Gujarat Industrial Policy-2015 has identified improvement of Industrial infrastructure as a State Agenda. Setting up of Logistic Parks is one of the important infrastructure component for Industrial development.

RESOLUTION:-

In view of the strategy under New Industrial Policy the Government is pleased to introduce a "Scheme for Assistance to Logistic Park" 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. Logistic Park:

Α logistic park means providing (1)logistic services like cargo aggregation/segregation, distribution, inter-modal transfer of material and container, open and closed storage, ambient condition storage for transit period, Custom bonded warehouse, container freight station, material handling equipment and Business & commercial facilities as per requirement of the park, etc. for efficient movement and distribution of semi-finished or finished products and (2) infrastructure like internal roads, power line, communication facilities, water distribution and water augmentation facilities, sewage and drainage lines, effluent treatment and disposal facilities and other facilities as per requirement of the park. The listed facilities are only indicative and the committee will finally decide based on the need of the area/location.

1.2. Institution:

Institution means any Industries Association / any enterprise registered under the Societies Act, Partnership Act or the Companies Act or SPV constituted for setting up of Logistics Park shall be eligible to set up Logistic Park and will be eligible to avail assistance under the scheme.

1.3. Eligible Fixed Capital Investment

Eligible Fixed Capital Investment means the capital investment incurred to create the logistic and infrastructure facilities as mentioned in para 1.1 for setting up Logistic Park.

1.4 Ineligible Expenses

The cost of land and transport vehicles, preliminary and pre-operative expenses, goodwill fees, commissioning fees, royalty, interest capitalized, technical fees/consultant fees / working capital or not specifically expressed as eligible investment.

1.4. Project Completion

Logistic Park as approved by the Committee should be completed within period of 3 year from the date of approval of project by the Committee. Request of the Institution for extension of project completion period will be considered by SLEC on merit of the reasons of such delay.

1.5. Infrastructural Facilities

Cost Infrastructure facilities like internal roads, power distribution system, communication facilities, water distribution system and water augmentation facilities, sewage and drainage system, effluent treatment and disposal facilities and



other facilities as may be required within the Logistics Park will be eligible as a part of Logistics Park. For the purpose of eligible cost the SLEC will fix the norms for construction cost of these Infrastructural facilities.

2.0 Quantum of assistance:-

- a) Financial assistance @ 25% of the eligible Fixed Capital Investment (excluding land cost and transport vehicles and other ineligible expenses as mentioned in 1.4) maximum Rs 15 crores.
- b) The Institution setting up the Logistics Park, shall be eligible for reimbursement of stamp duty paid on purchase of land as approved by SLEC.

3.0. Conditions:-

- 1. The Institution shall have to develop Logistics Park at least an area of 20 Hectares.
- 2. The layout plan shall have to be approved by concerned authority.
- The institution shall have to provide sufficient parking place as per guidelines approved by SLEC.
- 4. Approval of SLEC for setting up of Logistic Park shall have to be obtained before commencement of the work at site. The project under execution will not be eligible for any assistance under this scheme.
- 5. The decision/interpretation of SLEC regarding provisions under this resolution will be final.
- 6. The institution shall be responsible to maintain the Logistics Park at least for 10 years after its completion. If it fails to do so, the incentive sanctioned/disbursed will be recovered from Institution as arrears of land revenue under the Land Revenue Laws.
- 7. If the institution fails to complete Logistics Park within prescribed period. It will attract recovery of incentive already disbursed including reimbursement of stamp duty.
- 8. The Institution setting up the Logistics Park and availing incentive under any scheme of state government will not be eligible for assistance under this scheme, unless specified otherwise. However, the enterprise shall be eligible to avail incentives under Government of India schemes.



- 9. Approval of the Logistics Park shall be accorded by SLEC and assistance under the scheme shall be sanctioned by SLIC.
- 10. The disbursement of assistance will be made @ 25%, and @50% based on expenditure incurred at least by @50%,@ 75% respectively and final payment will be made after completion of the Logistics Park.
- 11. Terms and conditions as decided by SLEC from time to time shall be applicable to the Institution developing the Logistics Park.
- 12. Industries Commissioner will prescribe procedure and guidelines in this regard.

5.0 State Level Empowered Committee (SLEC):-

A State Level Empowered Committee is set up as follows for approval of project and quantum of assistance.

Hon. Minister Chairman
PS/ Secretary (Industries) Member
PS/ Secretary (Finance) Member
PS/Secretary (R&B) Member
Industries Commissioner Member
VC&MD, GIDC Member

Jt. Industries Commissioner Member – Secretary

State Level Implementation Committee:-

A State Level Implementation Committee (SLIC) consisting of following members is constituted for sanction of assistance to Logistics Park under the scheme.

Industries Commissioner Chairman VC&MD, GIDC Member Joint / Deputy Secretary (Industries) Member Joint / Deputy Secretary (Finance) Member Joint / Deputy Secretary (Revenue) Member Joint / Deputy Secretary (Ports) Member Joint / Deputy Secretary(R&B) Member Joint / Deputy Secretary (Water Resources) : Member

Joint Commissioner of Industries (Infra) : Member Secretary

6.0 Budget Provision:-

The expenditure on this account will be met from the sanctioned grant of the respective financial year under the following budget head:

Demand No. 49

Major Head: 2852- Industries



Minor Head (8000) other expenditure Sub Head (22) IND (3) – Development of infrastructure facilities Grant in Aid © to others

This issues with the concurrence of Finance Department vide note dt. 16.3.2015 received on the file of even number 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.

Bhan