

Gujarat Industrial Policy, 2015
Scheme of Assistance for Common
Environment Infrastructure

Government of Gujarat
Industries & Mines Department
New Sachivalaya, Gandhinagar
G.R. No. GID-102014-922945-G
Dated: 19.1.2015

Read:

1. Govt. Resolution. No.BGT/1008/499 (1)-G dtd. 11/06/2009.
2. Corrigendum GR No. BGT/1008/499(1)-G dtd. 11/01/2011.
3. Gujarat New Industrial Policy, 2015.

Preamble

The Industrial Policy 2015 aims at promoting 'Gujarat' as a globally competitive and innovative industrial destination that stimulates sustainable development and inclusive growth. The primary mission of the Industrial policy includes proactive support for development of industries, value addition on local primary sources and clean environment in the state with increasing the share of Manufacturing in State GDP. The new Industrial Policy incorporates specific interventions for development of Industries which contribute significantly to the economy. Infrastructure plays an important role in driving developmental activities by providing energy, transportation, water, etc. Infrastructure has remained one of the largest components of public investment programs in developing countries, but at the same time is a highly sensitive area with respect to environment protection. Globally a very high degree of importance is attached to the fact that industrialization and developmental processes should have minimal negative externality. Industrial development and associated growth should therefore, be necessarily carried out in a process wherein no damage is done to the ecology and to the environment as a whole. Cognizance of this is in fact more crucial for a state like Gujarat whose economy is largely driven by the industrial sector. Gujarat accounts for nearly 13 percent of the net value of manufacturing of India and contributes significantly in a wide range of industries like soda ash, chemicals, salt, petrochemicals, plastic etc. Government has widely agreed upon this infrastructure – environment nexus and is the driving force behind the state's philosophy of sustainable growth. The state is more conscious about its responsibility in ensuring a clean and green environment. Various initiatives are taken by the GoG to both minimize the detrimental impacts of the sound and robust infrastructure of the state and at the same time enhance infrastructure's positive contribution to the environment beyond just being a safeguard. A Task Force Committee was constituted to review existing schemes under the Industrial Policy-2009. Task Force Committee analyzed impact of schemes, had discussions with Industries Associations and came out with suggestions for necessary modifications. Industrial Policy-2015 intends to provide assistance to encourage compliance with the environmental norms and standards.



Resolution:-

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

1.0 Definitions

1.1 Previous scheme

Previous Scheme means scheme for financial assistance to Environment Protection Measures and Infrastructure declared vide Govt. resolution no BGT/1008/499(1)-G dtd. 11/06/2009.

1.2 Common Environment Infrastructure Facilities

Common Environment Infrastructure Facilities means facilities created by the Institution in the area of environment protection facilities for the use of members of the institution or for the use of industrial enterprises/public.

1.3 Institution

Institution means any Industries association / Any Enterprise (except for captive use) or firm which is registered under Societies Act, or under the Companies Act.; or GIDC/Board/PSU/Corporations/Municipal Corporation/Urban Development Authority etc.

1.4 Project Cost

Project cost means the cost as appraised by the financial institution or project appraising institution approved by State Level Committee.

1.5 Eligible Fixed Capital Investment:

Eligible fixed capital investment means the capital investment made in the Building, Plant & Machinery, and Utilities, other related infrastructure required for the project of CEI.

1.6 Ineligible Investment:

Ineligible Investment means the cost of land , land development, preliminary and pre-operative expenses, consultancy fees etc.

2.0 Scheme-1:

Financial Assistance for Common Environmental Infrastructure Facilities

The scheme will be known as “Financial Assistance for Common Environmental Infrastructure Facilities”



2.1 Eligible Project/facilities for Common Environment Infrastructure

1. New Common Effluent Treatment Plant including Collection, Storage, and Treatment of effluent
2. Augmentation and /or Technology up gradation of existing CETPs.
3. Conveyance Pipeline for safe disposal of treated effluent.
4. Recycling of treated waste water for industrial use and other use.
5. Common Spray Drying system for effluent.
6. Common Multiple effect evaporator, Mechanical Vapour Recompression Evaporation (MVRE) etc.
7. To install monitoring system for water, air, land, noise etc. for ambient environment
8. To install online continuous Stack emission Monitoring System with connectivity to GPCB server.
9. Common waste management projects:
 - a. Common Waste Management Infrastructure Projects
 - b. Incinerators for Hazardous Waste and Concentrated Effluent.
 - c. Waste Collection /Pre-preparation /processing /treatment facilities for Co-Processing /power and steel industries
 - d. Recovery, Reuse and recycling of waste of CETP and TSDF by Industries Association
 - e. Plasma thermal destruction/treatment/waste to energy facility
 - f. Common solvent recovery Plant
 - g. Common spent acid recovery Plant
 - h. Use of gypsum through an established Environment Friendly technology
 - i. Use of iron Sludge through an established Environment Friendly technology
 - j. Pet bottle recycling using indigenous raw material
 - k. Recovery of Waste from E-waste/Electroplating Waste/Photography Waste
 - l. Recycling Facilities for Hazardous waste generated during ship breaking activities
 - m. Waste recycling plants to useful product/ by product i.e vermin-compost, handmade paper from paper mill waste.
- 10 Any other environment Management project as approved by SLC.

2.2 Quantum of Assistance:-

- a. Assistance up to 25% of eligible fixed capital investment in the Project for the activities listed in Para 2.1. maximum upto Rs.50 Cr.



- b. Committee may sanction upto 100% assistance to the projects of Govt. Departments, Govt. Agency or Authority, State and Central Govt. PSUs, Board.
- c. In case there is no stakeholder for the development of the environment of the industrial area/estate, Industries commissioner may appoint agency to undertake study on requirement of environment infrastructure and submit to Implementation committee for sanction of project and to appoint agency to execute the work.

2.3 Other Conditions:-

1. The institution shall have to submit the application before the implementation of the project.
2. The Project availing incentive under this scheme will not be entitled to avail incentives under any other scheme of the State Government for the same component unless specified otherwise. However, the project will be eligible to avail incentives available under the schemes of GoI or MoEF.
3. Institution shall have to obtain consent order/authorization and get it renewal from GPCB time to time and strictly follow the rules and regulations of the consent order. In case of breach of any conditions of GPCB consent to operate or violation of environment laws/act, the government can take over the possession of the project or otherwise industries commissioner may restructure the board of directors including Govt. officer/professional/expert of environment or entrust the entire project to GIDC, Municipal Corporation , Private Agency or other institution deemed fit or Government may initiate recovery of assistance as arrears of land revenue @8% of interest rate in case of violation of rules/act of MoEF/GPCB.
4. The Institution shall have to pass the above mentioned resolutions in its General shareholders Meeting of the company and clearly mentioning the terms and condition of the above referred resolution. The proceeding of meeting shall have to submit to the Industries Commissionarate.
5. The Institution shall appoint agency for Third Party Quality Assurance Inspection. The TPQA agency must be selected through transparent system from the approved / suggestive list of Central / State Government department or / Board – Corporation. The Proponent shall have to submit the TPQA report with each claim of Subsidy.
6. The Institution shall follow competitive bidding procedures followed by Government of Gujarat in all the components of the mentioned in the project report.

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7. The Institution shall make the necessary financial arrangements for successful implementation of the project & shall assure that the government assistance is utilized in a proper way for the successful implementation of the project.
8. The Institution shall provide quarterly progress report on implementation of the project & utilization certificates of the assistance granted by the government from time to time.
9. The expenditure incurred within the operative period of the scheme would be eligible for assistance.
10. The Institution shall have to obtain ISO-14001 within two year after completion of the project, and get it renewed periodically.
11. The assistance amount will be disbursed up to 95% of its sanctioned amount on the basis of expenditure incurred and eligible assets created by the company. The disbursement of assistance would be after the verification of the expenditures. The remaining amount of 5% assistance shall be disbursed only after submission of project completion certificate and ISO 14001 certificate.
12. The Institution shall have to furnish the undertaking regarding pending govt. dues and pending court cases against Government, Board and Corporations.

3.0 Scheme -2

Common Boiler project by SPV constituted by minimum 10 MSME's

3.1 Eligibility criteria:

1. Project should be promoted by SPV of minimum 10 MSME using steam in the process and having independent Boiler in their premise.
2. New Boiler should be Energy efficient

All statutory permissions from concerned authority for operation of Boiler and distribution pipe line shall have to be obtained by SPV

2.2 Quantum of Assistance

- 1 35% or maximum Rs 2 Cr ,if solid fuel used and 50% of cost maximum Rs.2.00 Cr., if cleaner fuel is used for Common Boiler project.

4.0 Scheme-3

Scheme for strengthening the Regulation and Environmental Compliance.

The Scheme will be known as a scheme of assistance for strengthening the Regulation and Environmental Compliance.



4.1 Eligible Activities

- (i) Scientific report/ Pilot projects on cleaner production and technology through institutions such as IITs, NITs, Science & Engineering Colleges of the State, Scientific and R & D institutions and GPCB/GEMI/GCPC.
- (ii) Installation of testing infrastructure and network for monitoring ambient environmental quality and progressively ensure real-time and online availability of the monitoring data to GPCB/GEMI/GCPC/recognized science and engineering colleges of the State.
- (iii) Source inventory and remediation programs for polluted rivers of the state and Regional environment impact assessment for vulnerable estate /district and Air quality monitoring, emission inventory and sources apportionment study for vulnerable areas to GPCB/GEMI/GCPC/ recognize Science & Engineering Colleges of the State through institutions such as IITs, NITs, Scientific and R & D institutions.
- (iv) Workshop/seminar programs for capacity building, environmental compliance and enforcement, industrial pollution prevention /control /remediation etc by GPCB/GEMI/GCPC.
- (v) Environment clinics /an effort to bring the industrial associations and professionals on a common platform to provide expert advice and cost effective solution on real time environmental issues to be executed by GPCB with the help of scientific and R&D institutes/GEMI/GCPC/recognize Science & Engineering Colleges of the State.
- (vi) Assistance for establishment of training centre or training program cost i.e. skill development programs for instructors, operators and managers of Industries by Environment and Forest Department or by GPCB/GEMI/GCPC in association with Industries Association.
- (vii) Any other activities as approved by SLC.

4.2 Quantum of Assistance:-

Need based support will be provided as may be decided by the State Level Committee.

5.0 Scheme - 4:

Scheme for Development of Green Estate

5.1 Eligibility Criteria:

1. Industries commissioner will appoint the professional agency on the recommendation of GPCB to re-locate certain units or group of certain units.
2. The professional agency will study the details such as existing pollution load, quality of effluent, improvement of environment due to relocation and proposed remedial action etc.
3. The study report will be submitted to the Industries Commissioner
4. The committee will approve the project based on study report.
5. The assistance will be sanctioned to the SPV of the polluting units, for setting of Green Estate.



5.2 Quantum of assistance:

Activity	Assistance
1. Assistance for preparation of site master plan for relocation /retrofitting of existing polluting industrial units into Green Industrial estate as per the direction of GPCB/MoEF by recognize Science & Engineering Colleges of the State, IITs, NITs, Scientific and R & D institutions, GEMI, GCPC etc.	75% assistance maximum Rs. 80.00 Lakh
2. Assistance for setup /relocation /retrofitting of existing polluting industrial units into Green Industrial estate	25% of capital cost or maximum Rs. 25.00 Cr.

6.0 State Level Committee:-

- (i) The State Level Committee consisting of the following members is constituted for sanctioning assistance and strengthening the Regulation and Environmental Compliance and dispute resolution under the scheme. The decision of the Committee will be final and binding to all.

ACS/PS, Industries & Mines Department	Chairman
PS/Sec(Expenditure),Finance Department	Member
Vice Chairman & Managing Director, GIDC	Member
Industries Commissioner	Member
Director(Environment) Forest & Environment Department)	Member
Member Secretary GPCB	Member
Add. Secretary and CE, Water Resources, Water Supply & Kalpasar Department	Member
Add./Jt. Industries Commissioner	Member Secretary



7.0 Procedure

1. The applicant unit has to apply in the prescribed application form with the relevant documents to the Industries Commissionerate or concerned District Industries Centre.
2. The Industries Commissioner will scrutinize the application and put up before the State Level Committee for decision

8.0 Project Under implementation of Previous Scheme.

- 1 The sanctioned cases under GR read at (1) will continue to get benefit upto 31.12.2016, provided that the project should be completed on or before 31.12.2016. If the project is not completed before 31.12.2016 then the assistance will be given for the assets (acquired and paid) upto 31.12.2016 after the completion of the project.
- 2 Pending applications under GR read at (1) may opt for new scheme if eligible.

9.0 Budget Provision:-

The expenditure under the scheme 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	: (800) Other Expenditure
Sub Head	: (22) IND (3) – Development of Infrastructure Facilities Subsidies (C) to others (Plan)

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.D.
- 8 C.E.O. GIDB
- 9 V.C & M.D. G.I.D.C., Gandhinagar



10 Industries Commissioner, Gandhinagar
11 Accountant General Rajkot/Ahmedabad.
12 Select File.

