

Gujarat Industrial Policy-2020
Scheme for Assistance to Logistic
Park

Government of Gujarat
Industries & Mines Department

Resolution No: GID-102020-325568-G

Sachivalaya, Gandhinagar

Date: 01/09/2020

Read:

- (1) Industries and Mines Department Resolution No: GID/102015/893580(2)/G dated 21/04/2015
- (2) Gujarat Industrial Policy-2020

Preamble:

Gujarat's economy today 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 2020 lays emphasis 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 further 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 upgradation of Infrastructure in industrial areas and estates, facelift of existing infrastructure, leveraging from various infrastructure scheme. A Task Force was constituted to review the impact of existing schemes under the Industrial Policy 2015 in consultation with Industries Associations and to suggest necessary modifications. Task force recommended to extend support to maintain competitiveness of enterprises by modifying schemes in operation. 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-2020 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 Gujarat Industrial Policy, the Government is pleased to introduce a '**Scheme for assistance to Logistic Park** ' which will come into force from the dt.07.08.2020 and will remain in operation for a period of five years. i.e. upto 06.08.2025.

1.0 The Scheme

The scheme will be known as '**Scheme for Financial Assistance to Logistic Parks**'.
Preamble:

2.0 Definitions

2.1. Eligible Institution:

Eligible Institution means any Industries Association / any enterprise registered under the Societies Act, Partnership Act, Trust Act, Companies Act or SPV constituted for setting up of Logistics Park shall be eligible to develop Logistic Park under this scheme.

2.2. Logistics Park:

Logistic Park means a Park which is developed in at least minimum area of 20 Hectares and providing infrastructure facilities for 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.

2.3 Eligible Fixed Capital Investment

Eligible Fixed Capital Investment means the capital investment made by the institution to create the Logistic and infrastructure facilities like compound wall, internal roads, administrative building, canteen, power distribution lines, communication facilities, water distribution lines and its augmentation facilities, SWD, sewage lines and its treatment facility, drainage lines, common parking place for vehicles and other facilities as may be required in the Logistic Park. The listed facilities are only indicative and SLEC may approve any addition facilities, if required in Logistic Park based on the need of the area/location. The eligible cost of construction of such infrastructure facilities will be worked out in accordance to relevant SOR norms of concern Government Department or its undertakings.

2.4 Ineligible Expenditure

Expenditure incurred towards purchase of land and land development, goodwill fees, commissioning fees, royalty, preliminary & pre-operative expenses, interest capitalized, transportation equipments/vehicles, technical fees/consultant fees, working capital and not specifically expressed as eligible investment or any other expenditure specified as non-eligible expenditure by the State Level Empowered Committee will not be eligible for any assistance.

3.0 Quantum of assistance

3.1 Financial assistance @ 25% of the eligible Fixed Capital Investment (excluding land cost and transport vehicles) maximum Rs 15 crores.

3.2 The Institution developing the Logistic Park shall be eligible for reimbursement of stamp duty paid on purchase of land @ 100 % as required for approved project by SLEC.

Reimbursement of stamp duty will be made only after purchasing total required land and completing atleast 10% of infrastructure as approved by SLEC.

3.3 The institution setting up Logistic Park shall be eligible to avail assistance under Government of India scheme. However, the assistance of State Government and Central Government scheme together should not exceed 60% of the project cost. In such situation the incentive of the State Government under this scheme will be reduced to that extent.

3.4 Reimbursement of the assistance sanctioned will be in proportionate to the expenditure incurred towards project. However 15% of the sanctioned assistance will be reimbursed only after completion of the Park.

4.0 Project Completion:

Logistic Park as approved by the SLEC should be completed within period of 3 years from the date of approval letter from the Industries Commissioner. However, the request for extension of the period for completion of the project will be considered by SLEC for maximum up to 1 year on merit of the reasons of delay, if any.

5.0 Procedure

5.1 The institution that intends to develop Logistic Park shall apply to Industries Commissionerate for registration of proposed Logistic Park and Industries Commissioner will scrutinize and issue the registration. The project under execution before obtaining registration will not be eligible for any assistance under this scheme.

5.2 After taking 100 % possession of purchased land, the applicant shall apply to Industries Commissionerate along with Detailed Project Report and approved layout plan for obtaining sanction of financial assistance for the project.

5.3 Industries Commissionerate will scrutinize the application and place before SLEC for its decision.

5.4 The institution will submit the claim of assistance to Industries Commissionerate in prescribed Proforma as per the guidelines issued by Industries Commissionerate. Disbursement of assistance will be in four installments based on expenditure incurred at 25%, 50%, 75% and 100% of project cost.

5.5 The institution shall have to inform the Industries Commissioner, if they have applied to Central Government for incentives under any scheme of GOI.

5.6 The Institution developing Logistic Park availing assistance under this scheme will not be entitled to avail assistance under any other scheme of State Government, unless otherwise specified under respective scheme.

6.0 Other Conditions

1. The institution shall have to provide sufficient parking place as per guidelines approved by SLEC.
2. The institute shall be responsible to maintain the Logistics Park at least for 10 years after its completion. If it fails to do so, the incentive disbursed will be recovered from Institute as arrears of land revenue under the Land Revenue Laws.
3. If the institute fails to complete Logistic Park within prescribed period, this will attract action of recovery of incentives already disbursed including reimbursement of stamp duty.
4. The Institution shall appoint agency for Third Party Quality Assurance Inspection. The TPQA agency must be selected 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.

5. Terms and conditions as decided by SLEC from time to time shall be applicable to the Institution developing the Logistic Park.

6. Industries Commissioner will prescribe forms, check list, procedure and guidelines for this scheme.

7.0 Provision for Pipeline cases of previous scheme .

7.1 Previous scheme means a scheme of assistance to Logistic Park declared vide GR NO: GID-102015-893580(2)-G dated 21.04.2015.

7.2 The institution which has obtained approval under previous schemes for setting up Logistic Park and projects are under implementation, shall continue to avail assistance under previous scheme within prescribed time limit as specified in approval letter or date 06.08.2022, whichever is later.

8.0 Committee for Approval of project and sanction of assistance

8.1 State Level Empowered Committee (SLEC)

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

ACS/ PS (Industries)	Chairman
Secretary (Expenditure), FD	Member
Secretary (R&B)	Member
Industries Commissioner	Member
VC&MD, GIDC	Member
Add. /Jt. Industries Commissioner	Member –Secretary

8.2 Approval of the Logistic Park and assistance shall be accorded by SLEC.

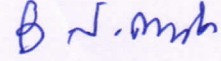
9.0 Budget Provision

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
Sub Major Head : 80-General
Minor Head : (800) other expenditure
Sub Head : (22), IND (3) – Development of
infrastructure facilities

This issues with the concurrence of Finance Department vide note dt. 26/08/2020, received on this department file of even number.

By order and in the name of Governor of Gujarat.



(B.S.Mehta)

Joint Secretary

Industries and Mines Department

Copy to:

1. Secretary to Hon'ble Governor of Gujarat
2. Additional Chief Secretary/Principal Secretary to Hon'ble Chief Minister
3. Personal Secretary to all Hon'ble Ministers
4. Advisor to Hon'ble Chief Minister
5. Under Secretary to Chief Secretary
6. Additional Chief Secretary/Principal Secretary, Finance Department
7. Personal Secretary to Additional Chief Secretary I&M
8. C.E.O. GIDB
9. V.C & MD. GIDC Gandhinagar
10. Industries Commissioner, Gandhinagar
11. Accountant General, Rajkot / Ahmedabad
12. Select File

