

Gujarat Industrial Policy-2020

Scheme of Assistance for Common  
Environment Infrastructure

Government of Gujarat

Industries and Mines Department

Sachivalaya, Gandhinagar

Resolution No. GID/102020/326692/G

Dated: 01/09/2020

**Read:**

- 1) G.R. No.GID-102014-922945-G dt. 19/01/2015.
- 2) Gujarat Industrial Policy, 2020

**Preamble:**

The Gujarat Industrial Policy 2020 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.

Infrastructure plays an important role in driving developmental activities by providing energy, transportation, water, etc. Basic Infrastructure or Environment related infrastructure has remained one of the largest components of public investment programs in developed countries. For long term sustainability, industrial development must be based on optimum use of natural resources. The decoupling of environmental degradation from economic growth is another key objective. In order to encourage greater compliance with environmental standards and to support development of latest sustainable industrial infrastructure to reduce air and water pollution in the state, several incentive schemes have been envisaged.

The state is well aware of its responsibility in ensuring a clean and green environment. A Task Force was constituted to review existing schemes under the Industrial Policy 2015. The Task Force Committee analyzed impact of earlier schemes, conducted discussions with various Industries Associations/ Academia/ Research organizations and came out with suggestions for necessary modifications under Gujarat Industrial Policy



2020. In this context, incentive schemes were reviewed and suggestions have been incorporated in Gujarat Industrial Policy 2020.

## **1.0 Resolution**

In view of the strategy under Gujarat Industrial Policy, the Government is pleased to introduce a “**Scheme of Assistance for Common Environment Infrastructure**” which will come into force from dt.7/08/2020 and will remain in operation for a period of five year i.e. upto 06-08-2025.

## **2.0 Definitions**

### **2.1 Previous scheme**

Previous Scheme means **Scheme of Assistance for Common Environment Infrastructure** declared vide Government Resolution no.GID-102014-922945-G dt.19/01/2015.

### **2.2 Common Environment Infrastructure Facilities**

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

### **2.3 Institution**

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

### **2.4 Project Cost**

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

### **2.5 Eligible Fixed Capital Investment:**

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



## **2.6 Ineligible Investment:**

Ineligible Investment means the investment made in land, land development, preliminary and pre-operative expenses, consultancy fees etc.

## **3.0 Scheme-1:**

### **Financial Assistance for Common Environmental Infrastructure Facilities**

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

### **3.1 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 Vapor Recompression Evaporation (MVRE) etc.
7. Common Reverse Osmosis Plant.
8. Common Drum De contamination facility.
9. Automation of the existing facility.
10. To install monitoring system for contamination of water, air, land, noise etc. for ambient environment
11. To install online continuous water monitoring and/or Air Emission Monitoring system with connectivity to GPCB Server.
12. Common waste management projects:
  - a. Common Waste Management Infrastructure Projects including Treatment, Storage, and Disposal facility (TSDF)
  - 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. Recovery of Waste from E-waste/Electroplating Waste/Photography Waste
- k. Recycling Facilities for Hazardous waste generated during ship breaking activities
- l. Waste recycling plants to useful product/byproduct i.e vermin-compost, handmade paper from paper mill waste.
- m. Pet bottle recycling using indigenous waste.
13. Any other environment Management project as approved by SLEC.

### **3.2 Quantum of Assistance**

1. Assistance up to 40% of eligible fixed capital investment in the Project for the activities listed in Para 3.1. maximum upto Rs.50 Cr.
2. Committee may sanction upto 80% assistance to the projects of Government Departments, Government Agency or Authority, State and Central Government PSUs, Board, maximum upto Rs.50 Cr.
3. If the project is eligible to get assistance under any Government of India scheme, then the total assistance (GoI + GoG) shall be limited to 75% and remaining 25% shall be borne by the institutions.
4. 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 State Level committee for sanction of project and to appoint agency to execute the work.

### **3.3 Sanctioning Authority**

Assistance under this scheme will be sanctioned by State Level Empowered Committee and assistance will be disbursed by Industries Commissionerate.



### 3.4 Terms and Conditions

1. The institution shall have to submit the application in prescribed Pro forma with Detailed Project Report (DPR) and relevant documents to Industries Commissionerate.
2. Expenditure incurred after the date of submission of application in Pro forma with DPR shall be considered as eligible expenditure for assistance.
3. 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 schemes of Government of India or any other institutions.
4. 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 Government 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.
5. The Institution shall have to pass the resolutions in its General Shareholders Meeting of the company, clearly mentioning all the terms and conditions of this resolution and are binding to them. The proceeding of meeting shall have to be submitted to the Industries Commissionerate.
6. 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 certificate with each claim of subsidy.



7. The Institution shall have to follow transparent competitive procedure for civil work, procurement of plant and machinery and other components mentioned in the project report.
8. The Institution shall make the necessary financial arrangements for successful implementation of the project.
9. The Institution shall have to submit undertaking regarding utilization of government assistance for creation of the assets of the project.
10. The Institution shall provide quarterly progress report on implementation of the project & utilization certificates of the assistance disbursed by the government from time to time.
11. The institution has to provide quarterly data of operation, performance and capacity utilization of the project after commencement of the project.
12. The project has to be operational for minimum 5 years after commencement of the project.
13. In case of breach of any conditions of this GR, Government may initiate recovery of assistance as arrears of land revenue with 8% of interest.
14. The expenditure incurred within the operative period of the scheme would be eligible for assistance.
15. The project should be completed within three years from the date of sanction. The relaxation in time-line shall be considered by State Level Empowered Committee on merit basis.
16. The Institution shall have to obtain ISO-14001 within two years after completion of the project, and get it renewed periodically.
17. The assistance amount will be reimbursed up to 95% of its sanctioned amount on the basis of expenditure incurred and eligible assets created by the institution. 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.

18. The Institution shall have to furnish the undertaking regarding pending govt. dues and pending court cases against Government, Board and Corporations.

#### **4.0 Scheme -2**

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

##### **4.1 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 i.e. it should be using less fuel to provide the same level of energy as certified by Office of the Boiler Inspector.

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

##### **4.2 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 fuels like CNG, PNG, Bio fuel, etc. is used for **Common Boiler project.**

#### **5.0 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.

##### **5.1 Eligible Activities**

1. 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.



2. 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.
3. 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/ recognized Science & Engineering Colleges of the State through institutions such as IITs, NITs, Scientific and R & D institutions.
4. Workshop/seminar programs for capacity building, environmental compliance and enforcement, industrial pollution prevention /control /remediation etc by GPCB/GEMI/GCPC.
5. 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/recognized Science & Engineering Colleges of the State.
6. 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.
7. Any other activities as approved by SLEC.

## **5.2 Quantum of Assistance**

Need based support, maximum Rs.50 lakhs, will be provided as may be decided by the State Level Empowered Committee.

## **6.0 Scheme - 4: Scheme for Development of Green Estate**

### **6.1 Eligibility Criteria:**

1. Industries commissioner will appoint the professional agency on the recommendation of GPCB to re-locate certain product(s) units or group of certain product(s) units.



2. The professional agency will study the details such as existing pollution load, quality of effluent, and improvement of pollution/environment, if group of polluted industries are relocated along with suggestions on remedial action etc.
3. The study report will be placed before the SLEC with recommendation and observation of the Industries Commissioner
4. The SLEC committee will take suitable decision for approval of the project based on study report.
5. Any institution/group of industries having polluting industrial units require relocation/retrofitting of units by recommendation of GPCB will be eligible.
6. Expenditure incurred towards infrastructure facilities like, internal road, substation to draw power for requirement of green estate, power distribution lines, communication facilities, water distribution lines, sewage and drainage lines, effluent treatment and disposal facilities and other facilities as may be approved by SLEC for green estate will be eligible.
7. Expenditure incurred towards cost of land and land development, goodwill fees, commissioning fees, royalty, interest capitalized, transportation equipment/vehicles, working capital will be ineligible.

## 6.2 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 recognized 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.



## 7. Screening Committee

The Screening Committee will scrutinize and recommend the applications of above schemes. The screening committee constituted as under:

Industries Commissioner	Chairman
Addl. Industries Commissioner	Member
Under Secretary, I&M department	Member
Technical Advisor (Chemical)	Member
Chief Engineer, GIDC	Member
Member Secretary, GCPC	Member
Senior Environment Engineer, GPCB	Member
Environment Expert, PDPU/GTU	Member
Joint/Dy. Commissioner of Industries	Member Secretary

## 8.0 State Level Empowered Committee (SLEC)

The State Level Empowered Committee consisting of the following members is constituted for sanctioning assistance under the above schemes.

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
Technical Advisor (Chemical)	Member
Addl./Jt. Industries Commissioner	Member Secretary

## 9.0 Procedure

1. The applicant unit has to apply in the prescribed Proforma with the relevant documents to the Industries Commissionerate.



2. The Industries Commissioner will scrutinize the application in screening committee and put up before the State Level Empowered Committee for decision.
3. Industries Commissionerate shall issue detailed guidelines separately under the schemes.

#### **10.0 Provision for Pipe line projects of Previous Scheme.**

1. The sanctioned/pending projects which are under implementation of the previous scheme under Resolution read at (1), will be given additional period of 2 years to complete the project from the date of issuance this resolution and will remain eligible for assistance under the previous scheme. If such project could not be completed within this extended period, then the assistance will be given for the fixed assets acquired & paid upto two years from the date of issuance of this GR only after completion of the project.
2. The sanctioned project may opt under this scheme. However, expenditure incurred prior to the date of this resolution shall not be considered eligible for assistance.
3. The applications pending as on date of this resolution will be allowed to opt under this scheme. However, the fixed assets acquired and paid only after date of this resolution will be eligible under the scheme.

#### **11.0 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
Sub Major Head	: 80 - General
Minor Head	: (800) Other Expenditure
Sub Head	: (22) IND (3) – Development of Infrastructure Facilities (Plan)





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 the Government of Gujarat.

*B.S.Mehta*  
(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

11.0 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 : 2822 - Industries	
Sub Major Head : 80 - General	
Minor Head : (800) Other Expenditure	
Sub Head : (22) IND (3) - Development of Infrastructure Facilities (Plan)	