

Schemes of Assistance to Micro and Small Enterprises (MSEs) for shed and plot developed by GIDC.

Government of Gujarat
Industries and Mines Department
Resolution No. MIS/102015/430906/CH
Sachivalay, Gandhinagar.
Date: 10/03/2015

- Read: (1) Industries Commissioner's letter No.ઉક-પ્રો-નવી બાબત-સૂક્ષ્મ અને લઘુ ઉદ્યોગ dated 23rd June, 2014
(2) Industries Commissioner's letter No.ઉક-પ્રો-ત્સા-ઠરાવ-મુસદ્દો) ૯૮૨૭૯૯ dated 19th August, 2014
(3) Industries Commissioner's letter No.ઉક-પ્રો-એન્વા/૯૮૯૫૬૯ dated 6th Sept., 2014.

Preamble

The State Government has recognized the contribution and importance of Micro and Small Enterprises (MSEs) in employment generation with low capital investment. In recent years there is a sharp increase in the cost of land and building construction in the country. MSEs having very limited financial resources, find difficulties to start their units. The question of providing hand holding support to set up MSEs was under consideration of Government from some time ago.

RESOLUTION

1.0 After careful consideration, Government of Gujarat has decided to provide assistance to GIDC under the following schemes mentioned as under.

1. Assistance to GIDC for development of Industrial estate for MSEs.
2. Assistance to GIDC for developing multi-storeyed Sheds in saturated estates for MSEs.

The above Schemes shall be known as Schemes for Assistance to MSEs for shed and plot and shall come into force from the date of issuance of this G.R. and shall remain in force for five years.

2.0 Definitions

1. **MSE Industrial Unit:** MSE Industrial unit means Micro and Small enterprise as defined by Government of India under the MSMED Act 2006 and subsequent amendments made there under.
2. **Eligible Institution:** The scheme shall be operated by GIDC and the Industries commissioner office. The other Government PSUs and Municipal Corporations can also be considered under the scheme as applicable to GIDC.



3. Infrastructure facilities

Infrastructure facilities means bare minimum facilities required for MSEs and any other infrastructure facility as approved by State level Approval Committee (SLEC)

1. Asphalt Road / Cement Concrete Road.
2. Storm Water Drainage System.
3. Domestic Sewerage Collection and Disposal System.
4. Streetlights.
5. Open & Green Spaces.
6. Water & Power Supply & distribution network at door step of the plot

3.0 Eligible Fixed Capital Investment

The eligible fixed capital investment of the project will be decided on the basis of following criteria.

Cost of Land: The cost of land will be decided on the basis of prevailing policy of GIDC in unsaturated estates. In case of suitable available land in saturated estates, upset price as fixed by GIDC will be used for submission of development plan.

Cost of Building: The cost of building shall be fixed up by SLAC for the Industrial Building based on prevailing SOR of the Road and Building department.

Other Infrastructure Facilities: The cost of other infrastructure facilities will be as decided by SLEC, based on relevant available SOR if any or any other agency as approved by SLEC.

3.0 Scheme - 1: A Scheme for Assistance to GIDC for the development of MSEs Industrial estate:-

GIDC will identify potential area / locations in the state where MSEs can be set up. In case of Un saturated estates, GIDC will earmark specific area for MSEs. GIDC may purchase/acquire new land for development of estates.

3.1 Procedure

GIDC will prepare a development plan for infrastructure facilities needed for the MSEs for the estate and work out the project cost. GIDC will submit detailed proposal to Industries Commissioner. Industries Commissioner will scrutinize the proposal and submit the proposal to the State Level Empowered Committee (SLEC). SLEC will sanction the proposal.

3.2 Quantum of Assistance

The assistance up to 50% of allotment price fixed by SLEC will be given directly to GIDC. GIDC will subsequently pass on such concession/assistance to MSEs.

3.3 Conditions :-

1. The plot size shall be approximately of 500 Sq.Mts. to 1000 Sq. Mts.
2. GIDC shall have to develop the estate within three years from the date of sanction or procurement of land whichever is earlier. The SLEC may give approval for proposed estate and subsequently GIDC will determine the price as per policy at the time of allotment. GIDC will be permitted periodic increases in price after the completion of the estate subject to the approval of the SLEC.

3. The allotment of plot shall be made as per the procedure mentioned in para 4 of this Resolution.

Scheme- 2: Assistance to GIDC for developing multi-Storeyed shed in saturated estates.

GIDC will identify suitable plots for the construction of multi-storeyed sheds in the saturated estates. GIDC will submit the proposal to Industries Commissioner office. The Industries commissioner office will scrutinize the application and submit it to SLEC for approval. GIDC will construct multi-storeyed structure having shed size around 50 Sq.Mts (500 Sq. Fts.) with adequate infrastructure like electricity connection, water, drainage and sanitation, Lift for transport of materials and Man Power etc. After the completion of the building GIDC will allot the sheds as per the allotment procedure mentioned in para 4 of this resolution. GIDC will fix the price per Sq.Mts. or Sq.Fts by adding all the expenditure incurred for development of plot including infrastructure and overheads as per the prevailing policy of GIDC along with the re-fixation of upset price of land at the point of fixation of price. The assistance up to @ 50% for the development of project will be given directly to GIDC. GIDC will pass on such assistance on pro rata basis to MSEs.

4.0 Allotment procedure for plot and shed

1. The applications are invited for plot /shed from MSEs by advertisement published in newspaper and on web site of IC and GIDC.
2. The MSEs units will apply on line along with EM part 1, brief project report, mentioning family back ground, details of educational qualification and age of promoter/s etc.to the concerned District Industries Centre.
3. The first generation/women/local person/SC/ST/SEBC Candidates will be given priority in allotment.
4. DIC will scrutinize the application as per the guidelines issued by SLEC and priority list will be prepared.
5. DIC will send a priority list along with a copy of application to concerned regional Manager, GIDC.
6. The screening committee of GIDC will call the person for personal interview. The committee will finalize the allotment list and waiting list.
7. The applicant have to deposit the amount as per the rules and regulation framed by GIDC for normal allotment of land in GIDC. In case applicant fails to deposit the allotment amount in stipulated time period, a show cause notice will be issued to the allotted and after considering the representation suitable decision will be taken to operate the waiting list.
8. In case of multi-storeyed shed, if the MSE does not start commercial production within one year, after issuing notice, GIDC shall resume back such shed. In case of plot, if the MSE does not start commercial production within two years, after issuing notice, GIDC shall resume back such plot/Shed without any payment to the allotted. GIDC will transfer the same to other MSEs of the waiting list.
9. The MSEs shall have to continue its production for five years from the date of production. If unit fails to comply this condition, the GIDC shall take possession of plot/ Shed and transfer it to another MSEs. The Industrial unit shall be given their original amount after deducting the outstanding charges if any.

5.0 State Level Empowered Committee (SLEC):

A State Level Empowered Committee (SLEC) consisting of following members is constituted for approval of assistance under the scheme.

Hon. ble Minister	:	Chairman
ACS/ Principal Secretary (Industries)	:	Member
ACS/ Principal Secretary (Finance)	:	Member
ACS/ Principal Secretary (Revenue)	:	Member
Principal Secretary (R&B)	:	Member
V.C. & M.D., GIDC	:	Member
President Laghu Udyog / Laghu Udyog Bharati	:	Member
Industries Commissioner	:	Member
Additional IC	:	Member
Joint IC/Deputy IC	:	Member Secretary



6.0 Other Conditions:-

1. SLEC is empowered to prescribe forms, checklist and procedure and finalise guidelines for the implementation of this scheme.
2. SLEC shall decide on disputed issues and also interpret this Resolution. The decision and interpretation of SLEC shall be final and binding to all.
3. After the completion of project, GIDC shall have to submit the certificate to Industries Commissioner office.
4. Disbursement of the assistance sanctioned by SLEC shall be released on availability of Govt. Grant.

5.0 Expenditure:-

The expenditure on this account shall be debited to following budget head:-

Demand No.49

Major head: 2851 Rural and Small Industries

Minor head: 102 Small Industries

Detailed head: 14 Incentive to MSEs (to be open)

This issue with the concurrence of Finance Department vide note D: 03/02/2015 on this department file of even number.

By order and in the name of Governor of Gujarat.



(K.S.Prajapati)
Joint secretary
Industries and Mines Department

Copy to:-

1. Secretary to Hon. 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 the Chief Secretary
6. Principal Secretary, Finance Department,
7. Personal Secretary to PS (I&M)
CEO, GIDB
8. VC&MD, GIDC, Udyog Bhavan, Gandhinagar.
9. Industries Commissioner, Udyog Bhavan, Gandhinagar.
10. Accountant General, Rajkot / Ahmedabad
11. Select file

