

PROCEEDINGS OF THE GOVERNMENT OF KARNATAKA

Sub: Industrial Policy 2006-11 - Approval of guidelines for sanction of Investment Subsidy to Effluent Treatment Plants - Reg.

Read : 1) G.O.No. CI 319 SPI 2005 dated 26.8.2006.


2) Proceedings of the 90th State Level Coordination Committee Meeting held under the Chairmanship of the Principal Secretary to Government, Commerce and Industries Department on 2.10.2008.

Preamble :

Provision has been made in the Industrial Policy 2006-11 vide Annexure-C, Sl.No.6., to extend One time Capital Investment Subsidy up to 50% of the cost of ETP subject to a ceiling of Rs.100.00 lakhs per unit for all categories of industries for all Zones. Hitherto Guidelines have not been issued for sanction of the subsidy to the eligible New ETPs.

In the 90th State Level Coordination Committee meeting held under the Chairmanship the Principal Secretary to Government, Commerce and Industries Department, the proposal for issue of guidelines for sanction of Investment subsidy to ETPs has been examined and approved. The same is included as an **Annexure** to the Order. .

23/12/08

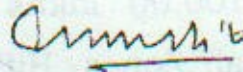
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Joint Director (I D)
of Industries & Commerce
Bangalore-1.

G.O. No. CI 332 SPI 2008 dated 12-12-2008

Under the circumstances explained in the preamble, approval is hereby accorded for the Guidelines prescribed for sanction of Capital Investment Subsidy to the Effluent Treatment Plants (ETPs), installed & commissioned by all categories of financed New Industrial Units under 2006-11 Industrial Policy in all Zones.

The guidelines are indicated in the **Annexure** to this order.

By Order and in the name of the
Governor of Karnataka



[V. UMESH]

Principal Secretary to Government
Commerce & Industries Department

To

The Compiler, Karnataka Gazette, Bangalore for publication in the next issue of the Gazette.

Copy to:

1. Secretary to Government, Commerce and Industries Department,
2. Commissioner for Industrial Development & Director of Industries and Commerce, Khanija Bhavan, Race Course Road, Bangalore.
3. Member Secretary to KSPCB.
4. Director, Technical cell, Vikasa Soudha, Bangalore.
5. Joint Director (ID) of Industries and Commerce, Khanija Bhavan, Race Course Road, Bangalore.

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ANNEXURE TO GOVERNMENT ORDER NO. CI 332 SPI 2008
DATED 12-12-2008

**GUIDELINES FOR SANCTION OF INVESTMENT SUBSIDY TO
EFFLUENT TREATMENT PLANTS**

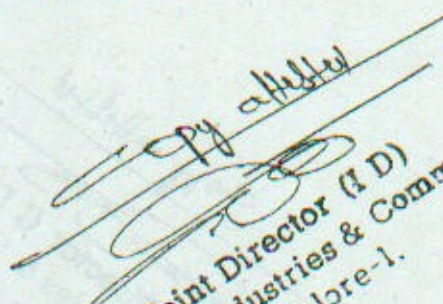
For Micro and Small Enterprises, which have taken Capital Investment Subsidy under the 2006-11 policy or any other Policy on fixed assets including ETP, the subsidy on ETP investment should be deducted from the Capital subsidy of 50% of the cost of ETP. However, this condition does not applicable to industries in zone 3.

One time Capital Investment Subsidy is available only to ETP set up by all categories of financed New Units only and not for Sewage Treatment Plant (STP). For the purpose of calculation of investment on ETPs, ETP means both **air pollution control equipments and water pollution control equipments and its fixed assets.**

PROCEDURE FOR CLAIMING SUBSIDY FOR ETPs

Eligible Micro, small, medium enterprises and large and mega industries shall file an application in duplicate in the prescribed format along with the following enclosures to the Commissioner for Industrial Development and Director of Industries and Commerce. Documents to be furnished as below:

1. Application in the prescribed format.
2. Detailed Project report and Plan of ETP approved by KSPCB.
3. Copy of the term loan sanctioned letter from financial institution IEM / PMT / IL.
4. Partnership Deed / Memorandum of Articles of Association.
5. Investment made on ETP certified by financial institution with all details.
6. First Sale Invoice.
7. CFE & CFO issued by KSPCB.
8. Environment Clearance Certificate (ECC) issued by DFEE / MOEF, wherever applicable.
9. Form of declaration regarding employment of local persons in prescribed format.
10. Environment Management Plan (EMP).
11. Invoices, bills, voucher and receipts of the ETP.
12. Compliance certificate to the consent condition from KSPCB and certification for investment on ETP.


Joint Director (I D)
Dept. of Industries & Commerce
Bangalore-1.

COMMITTEE FOR SANCTION OF SUBSIDY FOR ETPs

1	Commissioner for Industrial Development and Director of Industries and Commerce	Chairman
2	Member Secretary, KSPCB	Member
3	Director, Technical Cell, Department of Ecology and Environment Department.	Member
4	Director, Technical Cell, Commerce and Industries Department	Member
5	Joint Director (ID), Industries and Commerce Dept	Member Secretary

SCRUTINY OF ETP SUBSIDIES CLAIM

The application for capital subsidy of ETP filed by the eligible industrial units in the Directorate of Industries and Commerce, the Committee comprising of representative from KSPCB, Joint Director, concerned DIC,'s and Joint Director (ID) shall take up physical verification of the company / ETP on receipt of application and shall arrange to place the case before the committee with detailed report for sanction of subsidy to ETPs. The sanction order regarding sanction of subsidy is to be issued to the unit within 30 days from the date of receipt of application, if the company files the application with all relevant documents.

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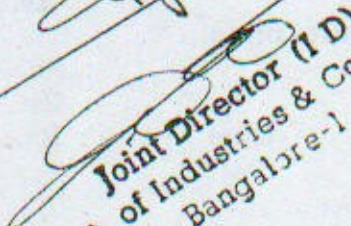
Joint Director (I D)
of Industries & Commerce
Bangalore-1.

APPLICATION FORM FOR SANCTION OF CAPITAL SUBSIDY TO ETPs

1	Name and address of the company	
2	Location of the Unit	
3	Contact person, Phone No. and Fax No.	
4	Zone as per 2006-11 Industrial Policy	
5	EM / IEM / IL Registration Number and date	
6	Products manufactured	
7	Constitution of industry.	
8	Date of commencement of production	
9	Project cost of the unit	
	Land	
	Building	
	Plant & Machinery	
	Others	
	Total	
10	Cost of the ETP	
	Cost of Water Pollution control equipments & its fixed assets	
	Cost of Air Pollution control equipments & its fixed assets	
	Total	
11	CFE and CFO Nos. & Dates, issued by KSPCB	
12	ECC No. & Date by DFEE / MOEF, wherever applicable	
13	Compliance Certificate and Investment Certificate of ETP issued by KSPCB	
14	The other documents as prescribed for capital investment subsidy shall also be furnished (In format I to VI)	

DECLARATION BY THE APPLICANT

Copy attached


Joint Director (I D)
Dept. of Industries & Commerce
Bangalore-1.

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I / We hereby certify that the particulars given above are true and correct to the best of my/our knowledge and belief.

Place :
Date :

Signature(s)
Name and Designation.

GOVERNMENT OF KARNATAKA
DEPARTMENT OF INDUSTRIES AND COMMERCE

No.----- Office of the -----

Date:-----

**CAPITAL SUBSIDY SANCTION ORDER FOR EFFLUENT
TREATMENT PLANT(ETP)**

Sub: Sanction of capital Subsidy upto 50% to M/s -----
manufacturing -----product.

Ref: 1. Your application for Investment Subsidy received on -----
2. Government Order No.CI.167.SPI.2005, dated 26th August 2006.

We are pleased to inform you that the Committee for sanction of capital subsidy for ETP in its meeting held on -----has sanctioned a subsidy of Rs.----- (Rupees-----only) to your unit at ----- on the basis of the investment made by you on Air pollution control equipments and / or Water pollution control units and its fixed assets. The Committee has accepted the investment as detailed below:

- | | |
|---|-------|
| a) Air pollution control equipments
and its fixed assets | : Rs. |
| b) Water pollution control units
and its fixed assets | : Rs. |
| c) others | : Rs. |
| Total | : Rs. |

Copy affixed
(I D)
Commerce

Accordingly, the amount of capital subsidy to which you are eligible is determined at Rs.----- (Rupees-----only) at 50% of the above investment under 2006-11 Industrial Policy.

You shall have to execute an agreement, a draft of which is enclosed to this sanction order. The original agreement should be on Stamp paper of Rs50/-. The agreement should be executed by the proprietor in case of proprietary concern, by one or more directors duly authorized by the board of directors of the company. The execution of the agreement should be under the common seal of the company, by all the partners in case of partnership concern. However, if any one of the partners holds a general power of attorney, he may execute the agreement on behalf of the remaining partners and furnish a certified true copy of the power of attorney. When the agreement is executed by a holder of general power of attorney, a certificate signed by all the partners on behalf of the firm to the effect that the general power of attorney is in force and not revoked as on the date of execution of the agreement, should be furnished.

Erasures, if any, should be properly attested. No blank should be left in the agreement form.

The above agreement should be executed in the presence of Officer In-charge, District Industries Centre.

The sanction of this capital subsidy is subject to following conditions:

If the State Government is satisfied that the 50 % capital subsidy has been obtained by mis-representation of the essential facts, furnishing of false information or if the unit goes out of production within one year after receipt of subsidy, the State Government shall have the right to claim refund of the capital subsidy of Rs.----- sanctioned, together with interest as the State Government may charge.

The grantee shall not change the location of the whole or any part of the industrial unit or effect any contraction or disposal of a part of its total fixed capital investment within a period of one year after the unit receives this grant.

In the event of the capital subsidy being sanctioned, while at a later date found to be not actually due, the grantee shall refund to Government. Such portion or whole amount as determined by the Directorate of Industries and Commerce/ Joint Director, district Industries Centre. In the event of the grantee failing of refund such amount, the same shall be recovered as arrears of land revenue.

copy attested

 Joint Director (I D)
 Dept. of Industries & Commerce
 Bangalore-1.

Where the industrial unit goes out of production or remains closed without production activities within one year from the date of receipt of subsidy except in case where the unit remain out of production for short period extending not more than six months due to reasons beyond control, such as shortage of raw materials, power etc., the grantee shall refund to Government the entire subsidy received. If the unit fails to refund the subsidy amount the same shall be recovered as arrears of land revenue.

The capital subsidy sanctioned herein is in the nature of "Grant -in-aid" and shall not be construed as a "contract" with Government of Karnataka. The grantee shall not exercise his right of privity of contract in the matter of release of subsidy by Government of Karnataka, who shall release the subsidy amount as and when the grantee is eligible for the same, in such proportions and installments as the Government may regulate. The subsidy sanctioned will be released only through the concerned Financial Institutions / Banks.

Joint Director (I.D)

Copy attached

Joint Director (I.D)
Dept. of Industries & Commerce
Bangalore-1.