RAJASTHAN STATE INDUSTRIAL DEVELOPMENT AND INVESTMENT CORPORATION LIMITED

MINUTES OF : Infrastructure Development Committee
VENUE : Udyog Bhawan, Jaipur
DATE & TIME : 4th May 2011 at 4.30 P.M.

PRESENT:

Shri Sunil Arora    Chairman
Shri Rajhans Upadhyay   Commissioner Industries
Dr. Purushottam Agarwal   Commissioner (Inv. & NRI)
Shri Naresh Pal Gangwar   Secretary Energy
Shri Rajendra Bhanawat    Managing Director

Shri D.K. Sharma, Secretary was in attendance. Smt. Aparna Sahay, Financial Advisor, Shri Chetan Deora, Advisor (Infra.), Shri P.K. Mittal, Addl. Chief Engineer; Shri L.S. Shekhawat, OSD (Land) were also present.

LEAVE OF ABSENCE

Leave of absence was granted to Shri Umesh Kumar, Ex-CMD RFC, who had intimated his inability to attend the meeting.

Item 1: Confirmation of the minutes of the last meetings of the Committee held on 18th February 2011 and 10th March 2011.

Minutes of the last meetings held on 18th February 2011 and 10th March 2011, were confirmed and signed by the Chairman.

Item 2: Action Taken Report on the decisions of the previous meetings of the Committee held on 18th February 2011 and 10th March 2011.

The Committee noted the position brought out in the agenda note and made following observations:

(i) Item 2(8) regarding Sub-Group meeting on acquired private land for industrial area, Amberi (Udaipur).

The Committee desired that the meeting of Sub-Group be held within a week’s time.

(ii) General Observations regarding third party sample audit of the Arboriculture works undertaken at industrial area, Bhiwadi.
The Committee did not find action taken adequate and directed that Expression of Interest regarding third party audit be invited and bid approved by MD in consultation with Commissioner Industries.


The Committee nominated Commissioner Industries vice CMD RFC on the Sub-Group, as CMD of RFC is not yet on the Board of the Corporation.

**Item 3: Recommendation of the Sub-Group constituted by the IDC for examining certain issues.**

The Committee discussed the recommendation given by the Sub-Group and accepted the same, as under:

1. **Partial amendment in Policy regarding allotment of land for warehousing in industrial areas and for permission to use an industrial plot for warehousing facility for food grain purpose.**

   To restrict warehousing facility for food grain in Agro Food Parks only, as heavy movement of trucks/tractors carrying food grains may cause traffic congestion in the industrial areas.

2. **Issues related to change of land use of allotted industrial plots for Hostel at Electronics Complex, Indraprasth Industrial Area, Kota.**

   1. Limited permission be given for setting up of Hotels in Industrial Areas of Kota, and that too after due evaluation of the demand and supply aspect.
   2. In case Hotel is being used/proposed to be used as Hostel, under the garb of Hotel, strict action be taken against defaulters and such activity be prohibited/ stopped immediately.
   3. Conversion charges for permitting land use for Hostel may be reduced from 3 times to 1.5 times of the prevailing rate of D.C. of the concerned industrial area, considering hostel as a separate activity.
   4. Not increasing the FAR beyond 1.
   5. In the context of observation made by CI, it was unanimously decided that where construction has already been done as per setbacks admissible for industrial use, the issue may be re-examined by the same sub-group keeping in view the actual conditions on the ground.

3. **Regarding permitting vertical development in industrial plots in RIICO industrial areas.**

   The Corporation may consider to approve construction of building structures, which are parts of plant and machinery of an industry and also imperative for project needs/technical requirements, beyond maximum permissible height of
15 mtrs. subject to obtaining of NOC from other concerned authorities, like Fire Fighting and Air Port, if required. However, for the height of chimney in an industrial plot, the norms set by Rajasthan Pollution Control Board would continue to be followed. Such cases will be decided by a Committee headed by the Managing Director; Advisor (Infra.) and Manager (Planning) /DTP are its members.

4. **Permitting LPG Godown in industrial areas as warehousing activities.**

   1. Permitting godowns of LPG Cylinders in RIICO industrial areas on levy of regularization/permission charges @ 1.25 times of development charges of the constructed area of industrial plots.
   2. The permission for regularization/permission of industrial land for LPG Cylinder godowns would be subject to approval/license by Petroleum Safety Organization, Nagpur.
   3. Informing the department of Food & Civil Supplies, GOR that RIICO 'in-principle' agrees to permit godowns of LPG Cylinders in RIICO industrial areas.

**Item 4:** **Prescribing norms for allotment of land to educational institutes (including schools) – An agenda item in compliance of decision of IDC vide item (4) of its meeting held on 18.2.2011.**

The Committee discussed the agenda. After detailed discussions the Committee suggested that, in view of the need to promote educational institutes, the Corporation may develop industrial areas pre-dominantly for institutions. The Committee also formed a sub-group of Commissioner Industries, Commissioner (Inv. & NRI) and MD RIICO to suggest a policy for promotion/development of institutional areas. The Committee directed that non industrial use in all the industrial area should not exceed 15% of total land of industrial area.

The Committee also approved the following:

1. Rule 3 (E) of RIICO Disposal of Lane Rules 1979 for allotment of land to Educational Institutes be amended as per Annexure 3 of the agenda note except clause 3(E-2)(xvi).
2. Rule 3(P) be deleted as the related provisions for allotment of land to Technical/Training Institutes has now been suitably incorporated in Rule 3(E).
3. Maximum/minimum land area to be allotted for the institutions shall be as per the norms fixed by the concerned controlling department i.e. State/Central Education Board, All India Council of Technical Education, Medical Council of India, UGC etc.
4. Provisions for change of land use of an allotted industrial plot for school may also be treated at par with the change of land use of an allotted industrial plot for educational/training institutes. Conversion changes for change of land use from industrial to school may be levied @ 25% of the
prevailing development charges of industrial area concerned as per the existing provisions of rule 20 (C) of RIICO Disposal of Land Rules 1979.

5. An additional amount equivalent to 25% of prevailing development charges of industrial area concerned may be charged as regularization charges for regularization of industrial plot, used for institutional purposes without change of land use, in addition to conversion charges. The compliance of building norms laid down for the institutional purpose shall also be adhered to.

**Item 5:** Review of the policy related to industrial land allotment on ‘ongoing basis’ in certain special cases in the industrial areas developed by RIICO – Rule 3(W) of RIICO Disposal of Land Rules, 1979.

The Committee discussed the agenda. MD informed the Committee that there have been representations from the industry that the land pricing should be investment friendly. As a matter of fact, IDC had already constituted a Sub-group, in its meeting held on 10.3.2011, to review and examine the land pricing policy of the Corporation. In view of this, it was decided that the same Sub-group, consisting of Commissioner Industries, Commissioner (Investment & NRI), MD RIICO and Secretary Energy may also examine and review the eligibility and pricing policy of land allotment under rule 3(W) of RIICO Disposal of Land Rules, 1979.

After detailed discussions, following decision was taken:

Till the report of Sub-group is received and accepted, the pre-revised eligibility conditions and the pre-revised applicable rates will continue to apply to all cases decided under rule 3(W).

**Item 6:** Regarding declaring Agro Food Park, Phase-II, Ranpur, Kota as saturated industrial area.

The Committee discussed the agenda and decided to declare Agro Food Park, Ranpur, Phase-II, Kota as saturated even before allotment of 90% saleable industrial land keeping so that corner plots can be allotted through inviting sealed bids.

**Item 7:** Regularisation of unauthorised use of allotted industrial plot for hotel purposes in RIICO industrial areas.

The Committee discussed the agenda. The Committee was informed that IDC has already taken a decision on 18.10.2010 to treat hotel at par with industry. However, a number of hotels have been constructed before the said decision of IDC. There is no provision for regularizing such hotel under the Rules, as such they are facing lot of hardships. Considering their problems that hotel was already constructed and running before the decision of IDC dated 18.10.2010,
the Committee accorded approval for regularizing existing unauthorized use of industrial plot for hotel activity, and framing a policy on the following guidelines for regularizing the same:

(i) Allottee shall apply to the concerned unit office for regularizing the existing hotel activity on industrial plot along with existing layout and building map of hotel.

(ii) After receiving the application, the concerned unit office will examine the case in light of the existing building bye laws, applicable for hotel purposes, annexed with RIICO Disposal of Land Rules, 1979. In case, the existing structure is found suitable for running of hotel activity in light of technical parameters, the case will be forwarded to the Head Office. In case existing building/structure is not found as per the applicable bye laws, the applicant would be advised to make suitable changes.

(iii) If the case is found suitable, the applicants will be required to pay the regularization charges, equivalent to 50% of the prevailing rate of development charges of the industrial area concerned, towards unauthorized use of hotel activity.

(iv) Other statutory and requisite approval such as, Food/Bar License, Fire NOC, Forest Deptt. Clearance etc. from the competent authority for running a hotel activity shall be obtained by the applicant at his own level.

(v) The applicant should submit an undertaking on Rs.100/- Non-Judicial Stamp Paper that they shall only run the hotel in the premises of industrial plot and no other ancillary activities like open marriage garden, open banquette hall shall be carried out. If, it is found otherwise, this permission shall be revoked without giving any notice in this regard and further allotment may be cancelled as per rules.

**Item 8:** Providing second opportunity to the plot holders at industrial area Kartarpura and Sudershanpura (Extension), for getting their plots regularised.

The Committee discussed the agenda and formed a Sub-Group of Commissioner Industries and Secretary Energy to examine the issue in more detail and give their recommendation.

**Item 9:**

(a) Review of existing provision which allows re-designating a saturated industrial area as unsaturated industrial area consequent to addition of saleable land in the stock on account of surrender/cancellation of allotted plots.

(b) Review/ceiling of delegation of powers of the unit heads for allotment of land in unsaturated industrial areas.

The Committee discussed the agenda and decided that once an area is declared saturated then it will continue to be classified as saturated irrespective of subsequent cancellation/surrender of allotted industrial plots.
As regards proposal (b), for allotment of industrial land in an unsaturated industrial area having plot size more than 5000 sqm., the Committee formed a Sub-Group of Commissioner Industries, Commissioner (Inv. & NRI) and MD RIICO to study and give its recommendation.

**Item 10:** Regarding approval for allotment of 30.01 hectare government land at village – Sarmaliya, Tehsil-Beawar, Distt. Ajmer.

The Committee discussed the agenda and accorded ex-post-approval for seeking allotment of 30.01 hectare government land bearing khasra number 1269 and 1297 at village Sarmaliya, Tehsil-Beawar, District Ajmer, for setting up a new industrial area.

**Item 11:** Regarding approval for allotment of 531.03 bigha Chragah land, 61.05 bigha Government (Bilanam) land and acquisition of 147.16 bigha private khatedari land at village Boyana and Sukhwada, Tehsil-Mawli, District- Udaipur for setting up of new industrial area.

The Committee discussed the agenda and accorded approval for allotment of 531.03 bigha Chragah land, 61.05 bigha government (Bilanam) land and acquisition of 147.16 bigha private khatedari land at village Boyana and Sukhwada, Tehsil-Mawli, District Udaipur for setting up of new industrial area.

**Item 12:** Acquisition of private khatedari land measuring 0.96 hectare of revenue village-Chirota, Tehsil-Sanganer (Jaipur) to construct approach road from Mahapura-Kalwada (SEZ) to industrial area, Bagru Extension.

The Committee discussed the agenda and accorded approval for acquisition of 0.96 hectare private khatedari land of revenue village-Chirota, Tehsil-Sanganer (Jaipur) which is required for construction of approach road from Mahapura-Kalwada (SEZ) to existing industrial area, Bagru Extension (II Phase).

**Item 13:** De-acquisition of 29.53 hectares private khatedari land of village Durjanpura (Navalgarh), Distt. Jhunjhunu.

The Committee discussed the agenda and directed that a detailed note on de-acquisition of 12.41 hectare private land and details of the update of investigation by ACB be placed before the Committee in its next meeting.

**Item 14:** Administrative sanction for development of a New Industrial Area, Kaladwas (Extn.), Udaipur.

The Committee discussed the agenda and accorded approval for administrative sanction for development scheme of industrial area, Kaladwas (Extension), Udaipur, including residential zone, at a total estimated cost of Rs.14467.48 lacs, as per the cost sheet placed at Annexure 'A' to the agenda note.
Item 15: Administrative sanction for the ASIDE project for Upgradation of road connecting Pali and Pal road to industrial area Basni via Salawas and Sangaria, Jodhpur.

The Committee discussed the agenda and accorded approval for administrative sanction for upgradation of road connecting Pali and Pal Road to industrial area Basni via Salawas and Sangaria, Jodhpur, under ASIDE, at an estimated cost of Rs. 3691.79 lacs, as per the cost sheet placed at Annexure 'C' to the agenda note.

Item 16: Revised administrative sanction for development of Housing Colony at industrial area, Boranada Phase-I.

The Committee discussed the agenda and accorded approval for making revision in the administrative sanction for development of housing colony at industrial area, Boranada (Phase-I) from Rs. 81.09 lacs to Rs. 233.00 lacs, as per the cost sheet placed at Annexure 'A' to the agenda note.

Item 17: Revised administrative sanction for development of industrial area, Raila (Distt. Bhilwara).

The Committee discussed the agenda and accorded approval for the revised administrative sanction for development of industrial area, Raila, District Bhilwara at an estimated cost of Rs. 144.35 lacs, as per the cost sheet placed at Annexure 'A' to the agenda note.


The Committee discussed the agenda and accorded approval for the revised administrative sanction for development of industrial area, Shilpgram Pal, Distt. Jodhpur at an estimated cost of Rs. 437.94 lacs, as per the cost sheet placed at Annexure 'A' to the agenda note.

Item 19: Allotment of 100 acres undeveloped land to John Deere Equipments Pvt. Ltd. at Prahaladpura, Jaipur.

The Committee discussed the agenda and accorded ex-post-approval for earmarking 100 acres of undeveloped piece of land in new industrial area Prahaladpura, Jaipur, for M/s. John Deere Equipments Pvt. Ltd. for their Tractor Manufacturing Unit. The Committee authorized the Managing Director to decide the rate of allotment in consultation with Commissioner (Inv. & NRI).
Item 20: Request of Bharti Automation Pvt. Ltd. For allotment of land measuring about 1500 sqm., at industrial area Kaharani (Bhiwadi) on discounted rate for establishment of R&D and Instruments Calibration Laboratory.

The Committee discussed the agenda. With reference to decision taken by the Committee in its meeting held on 21.11.2010 vide item 7, the Committee deleted the condition that Bharti Automation Pvt. Ltd. will function on ‘no profit no loss basis’, in view of the fact that establishment of such lab for calibration would help a great deal not only to the industries located in Bhiwadi but also in other industrial areas of the State.


The Committee discussed the agenda ratified the decision taken by the management with respect to regularization of 85 sq. mtr. excess land, in the case of M/s. Sanjay Shiksha Samiti, Institutional Area, Sitapura, Jaipur.

Item 22: Allotment of land to UIT, Bhiwadi for establishing Community Centres at Industrial Area Shahjahanpur and Neemrana.

The Committee discussed the agenda. The Committee was informed that without the approval and allotment of land to UIT Bhiwadi by the Corporation, a formal stone laying ceremony has been performed by UIT Bhiwadi for construction of Community Centre at industrial area Shahjahanpur. The Committee directed that the matter be brought to the notice of Principal Secretary UDH & LSG.

The Committee after discussions accorded approval for permitting UIT, Bhiwadi for construction of Community Centres at Industrial Area Shahjahanpur and Neemrana on land measuring 4126 sqm. at Industrial Area Shahjahanpur and land measuring 2650 sqm. at Industrial Area, Neemrana, on the following terms and conditions:

(i) The title of land would remain with RIICO.
(ii) UIT will complete the construction of the Community Centres within two years from the date of allotment.
(iii) All expenditure for development/construction of community centres will be borne by the UIT.
(iv) UIT will be exempted from payment of annual service charges and economic rent.
(v) All the operation and maintenance cost will be borne by the UIT.
(vi) UIT will provide the community centre to RIICO free of charge as and when required by RIICO.
(vii) The permission will be on non-transferable basis.
(viii) Management of the Community Centre will be done by a committee having representatives of RIICO, UIT and local Industries Association.
(ix) Other terms and conditions will be as per RIICO Disposal of Land Rules, 1979, as amended from time to time.

**Item 23: Allowing certain relaxation/relief to an allottee company of Japanese Zone, Neemrana - Mitsui Chemical India Pvt. Ltd. (MCIPL), Neemrana.**

The Committee discussed the agenda and accorded approval to allow M/s Mitsui Chemical India Pvt. Ltd., to start construction by Oct., 2015 and to commence production on the allotted land by Oct., 2016, on payment of retention charges.

**Item 24: Case of M/s. Shekhawati Handicrafts, Plot No. SP-534(B), Industrial Area Sitapura, Jaipur.**

The Committee discussed the agenda. With reference to decision taken by the Committee in its meeting held on 16.12.2010 vide item 9, the Committee decided to levy retention/restoration charges on pre-revised rates of development charges of Rs. 1500/- per sqm as the Corporation has earlier raised the demand on the basis of development charges of Rs.1500/- per sqm. vide letter dated 16.9.2010.

**Item 25: Case of Pink City Fashions Pvt. Ltd., Plot No. G1-131 to 135 at industrial area, EPIP, Sitapura, Jaipur.**

The Committee discussed the agenda and formed a sub-group of Commissioner Industries and Commissioner (Inv. & NRI) to give its recommendations.

**Item 26: Request of J.D. Worldwide Export-Import Pvt. Ltd., for waiver of retention charges and interest with respect to land allotted to them at industrial area Sitapura, Jaipur for hotel project.**

The Committee discussed the agenda. With reference to decision taken by the Committee in its meeting held on 15.9.2009 vide item 21, the Committee accorded approval for extension in time to complete the project upto 31.12.2014 without levy of retention charges. As regards to proposals at 10(ii) to (iv) of the agenda note, the Committee formed a Sub-Group of Commissioner (Inv. & NRI), MD RIICO and Secretary Energy to examine and give its recommendations.

**Item 27: Permitting exchange of plot at industrial area Bhiwadi.**

The Committee discussed the agenda and accorded approval to permit exchange of plot No. F-1294(E) in place of plot No. F-1294(D) to Shri Bissu Ram, in view of the fact that the original allotted plot at F-1294(D) is under dispute and the allottee has already set up a unit on plot no. F-1294(E). The excess land of the plot is also regularized, in favour of the allottee as per the existing Rules, on payment of dues.

The Committee discussed the recommendation given by the Sub-Group. Commissioner Industries informed that Industries Department does not require 50 bigha land of khasra No.1414/1459 for DIC, Karauli. In this background, the Committee decided to acquire land for developing Stone Park at Masalpur, Distt. Karauli, as under:

a. Requesting the State Government to allot 87.9 hectare (347 bigha and 05 biswa) government land.

b. Requesting the State Government to issue notification for acquisition of 33.26 hectare (i.e. 131 bigha 10 biswa) private land.

Item 29: Providing funds to Gram Panchayats to facilitate obtaining NOC from Panchayats for allotment of Charagah land.

The Committee discussed the agenda and formed a Sub-Group of Commissioner Industries, Commissioner (Inv. & NRI) and MD RIICO to examine and give its recommendations.

Item 30: Approval for taking up works by RIICO related to Development of Logistic Park and ICD at Bikaner.

The Committee discussed the agenda and accorded following approvals:

1. Construction work of the project will be done by RIICO according to the plan prepared and approved by RSIC.
2. The work of ICD and logistic park will be done as deposit work and RSIC will provide RIICO the amount in advance which has been received under ASIDE Scheme.
3. Allotment of the industrial plots to the entrepreneurs will be done jointly by RSIC and RIICO as per policy decided by RSIC.
4. RIICO will retain the actual cost, incurred on the development of industrial park, from the sale proceeds of the industrial area and surplus revenue will be transferred to RSIC.
5. To manage and supervise the whole project, a joint Committee of the RSIC, RIICO and Project Consultant will be constituted.
6. RIICO will not charge any service charges, from RSIC in lieu of these works, over and above the actual cost.
7. The work will be started on priority basis by RIICO.
8. Industrial plots would be sold on fixed price basis according to the policy/procedure decided by the management of RSIC in consultation with RIICO.
As regards development works of industrial park at Bikaner, the Committee directed to place separate detailed proposal/development scheme for consideration and approval.

**Item 31:** Permitting setting up of an educational institute (IT plus other courses) on the land allotted for setting up of an IT Industry at industrial area Kanth-Kalwar (Extension) – Request of Punj Softech Pvt. Ltd. And Sai-E-Net Pvt. Ltd.

The consideration of the agenda item was deferred.

**Item 32:** Applicability of pre-revised rate of development charges for computing transfer charges – case of Dalas Biotech Ltd., Plot No. SP-503, Industrial Area, Bhiwadi.

The consideration of the agenda item was deferred.

With permission of Chair, following items were taken up for consideration:

**Item 33:** Prescribing Application Form for seeking preferential land allotment in RIICO Industrial Areas.

The Committee discussed the agenda note and accorded approval to prescribe a new land allotment application form for preferential allotments as per Annexure’A’ to the agenda note. The applicant will furnish keenness money of 10% of the development cost of the land requested for allotment, with the application form. The said application form may be forwarded to Commissioner Industries to include the same in the Single window rules for the entrepreneur who wish to seek preferential land allotments under Rule 3(W).

**Item 34:** Revised proposal for acquisition of 86.91 hectare private khatedari land and 29.72 hectare government land and 75.85 hectare charaghah land for establishment of new industrial area Chitoli, Tehsil-Virat Nagar (Jaipur).

The Committee discussed the agenda. With reference to decision taken by the Committee in its meeting held on 18.02.2011 vide item 20, the Committee accorded approval for acquisition of 86.91 hectare private khatedari land, 29.72 hectare government land and 75.85 hectare charaghah land for establishment of new industrial area Chitoli, Tehsil-Virat Nagar (Jaipur) with a rider that no khasra of private land earlier proposed for acquisition have not been left out.

**Item 35:** Allotment of land to Arvind Bharti Vidyalaya Samiti, Ambabari, Jaipur at Institutional Area Ranpur, Kota.

The Committee discussed the agenda. With reference to decision taken by the Committee in its meeting held on 18.02.2011 vide item 33, the Committee accorded approval for allotment of 21,863 sqm. land to Arvind Bharti Vidyalaya Samiti, Ambabari, Jaipur at Institutional Area Ranpur, Kota, at the
prevailing rate of development charges of Rs. 1700/- per sqm., to establish a University.

**Item 36: Preferential allotment of land to Orient Crafts Ltd. At industrial area Pathredi (Bhiwadi) on subsidized rates for building dormitories for male and female workers.**

The Committee discussed the agenda. After detailed discussions, the Committee accorded approval for allotment of two identified plots measuring about 12000 sqm. and about 6000 sqm., on non transferable basis, in the industrial area presently reserved for services for building dormitories for its workers by Orient Crafts Ltd. The allotment is subject to the condition that the allottee would ensure providing of potable drinking water, electricity, system for disposal of waste, besides other basic and essential facilities as proposed in development plan.

The Committee also framed a policy for allotment of land and charging development charges for construction of dormitories/quarters by the allottees for its workers, as under:

| Creating facility for more than 500 but less than 1000 labours | 50% of development charges of the industrial area concerned |
| Creating facility for more than 1000 labours | 25% of development charges of the industrial area concerned. |

Allotment of land will be considered only for captive use of the company and no sub-leasing of the built up space to the general public will be allowed. Corporation shall not provide any infrastructure in the plots/area and the same would be arranged by the allottee at its own cost.

**GENERAL OBSERVATIONS**

While discussing agenda notes, the Committee also made following observations/decisions:

(i) MD was authorized to request State Government for allotment of Government/Charagah land. However, cases for acquisition of private land shall continue to be placed before IDC for approval.

(ii) No undeveloped land in any industrial area would be allotted without approval of IDC.

(iii) Wherever more than 90% of industrial land is sold in an industrial area, the area be immediately classified as saturated and necessary Office Orders be issued. It will be the duty of Unit Head to issue orders in this respect immediately.

(iv) A written acknowledgement, preferably computer generated, will invariably be issued by the concerned unit office for every land allotment application received by them, indicating therein time and date of receipt of the application.
(v) A base paper to classify an area as saturated be put up before the Committee for discussions. The Committee formed a sub-group of Commissioner Industries, Commissioner (Inv. & NRI), MD RIICO and Advisor (Infra.) as Member Secretary, for preparing the base paper.

(vi) System followed by other SIDCs to classify an industrial area as Saturated, and mode of disposal of land may also be studied.

The meeting concluded with a vote of thanks to the Chair.

CHAIRMAN

Date: