OFFICE ORDER (14/2014)

Sub: Review of Existing Policy regarding permitting Hotel on allotted industrial/institutional plots.

An agenda item (23) was placed before the Infrastructure Development Committee of the Board of Directors of RIICO in its meeting held on 26.02.2014 to review the existing policy of permitting hotel on allotted industrial/institutional plots. Consequent upon decision taken by the committee the existing provisions of Rule 20-C-8.4 and Rule 20-C-8.5 of RIICO Disposal of Land Rules, 1979 shall stand amended as under:

1. Henceforth, the hotel activity on an allotted industrial plot will be treated as commercial activity and change of land use of the plot may be considered on following conditions:
   - Conversion charges will be levied at 3 times of the prevailing industrial rate in saturated areas, at 2 times of the prevailing industrial rate in normal areas and at one time of prevailing industrial rate in slow moving areas.
   - The requisite town planning norms/technical parameters shall have to be strictly followed.
   - As per the existing provisions, overall ceiling of 15% non-industrial use for supportive services will be adhered to.
   - Requisite License/Permission shall be obtained by the applicant from concerned department/agency.

2. The Committee further accorded approval that the existing Rule 20 (C) 8.5, i.e. permission to set up a hotel on institutional plot, shall stand deleted.

3. Rule 20-C-8.4.1 for regularization of existing unauthorized use of industrial plot for hotel purpose is hereby amended to the extent that the allottee shall pay conversion charges prescribed for change of land use from industrial purpose to commercial purpose (Hotel) as applicable based on prevailing rate of allotment of area concerned in addition to charges leviable for regularization of hotel.

(Lalit Kumar)
Advisor (Infra)