

COMMISSIONER OF INDUSTRIES

Notes for Governor Address in 2022

Government of Telangana has identified industrialization as the key strategy for the economic growth of the State. With a view to attract international and national investments in the industrial sector and to create employment opportunities even in the backward areas of the State, the Government of Telangana has taken innovative initiatives and framed the New Industrial Policy, with a vision of "Research to Innovation; Innovation to Industry; Industry to Prosperity" and Slogan of Telangana Industrial Policy is "In Telangana—Innovate, Incubate, Incorporate". The New Industrial Policy 2015 has provided a business regulatory environment where doing business has become as easy as "shaking hands".

Industrial Policy Frame Work:

The Industrial Policy focused on creating State of the art infrastructure, providing hassle free mechanism for obtaining clearances, creating conducive atmosphere for doing business and incentivisation of the investments to the extent unparalleled by any other State government policies. The Industrial Policy Framework has a mandate of "Minimum Inspection and Maximum Facilitation" for departments that have a responsibility in the industrialization of the State. It emphasizes on effective Industrial Clearance mechanism which functions at three levels – Mega Projects, Large Industries and SMEs.

The most important initiative of the Government is earmarking government lands to the industrial sector. Identification of the suitable land, which is the most important commodity of all the resources, has become a major hindrance in establishment of the industries throughout the world. Telangana government has identified the importance of this aspect and initiated necessary steps in identifying unutilized and uncultivable government lands which will be utilized for industrial purpose. An extent of 150,000 acres of Government land has been transferred to Telangana State Industrial Investment Corporation (TSIIC) which is ready to be occupied for industrial purposes. In addition, TSIIC also has 300 ready to occupy Industrial Parks. Activity based parks are going to be developed with the interest of promoting industrialization in Pharmacy Hyderabad at Mucherla in Rangareddy district, MegaTextile park at Warangal , Medical devices park at Sulthanpur(V) in Sangareddy district Electronics Manufacturing Cluster at Maheshwaram(V) Food park at Buggapahad (V) Khammam district MSME Industrial Park at Dandumalkapur (V) Yadadri Bhonagiri district Spice park at Vellere Nizamabad district Agroprocessing park at Bandamilaram(V) in Siddipet district Autonagar at Miryalaguda (V) & Kundanpally, Nalgonda district Autonagar at Ramagundam Peddapally district and Plastic park at Thummalur(V) Rangareddy district etc..

In the interest of promoting industrialization in the new State and attracting fresh investments, the Government of Telangana committed to providing quality and uninterrupted power supply to the industrial sector. The State has successfully overcome the power shortage problem and has provided uninterrupted power to Industrial sector.

To support industrialization, the Government of Telangana has earmarked 10% of water from all existing and new irrigation sources for industrial use.

TS-iPASS (Telangana State Industrial Project Approval And Self Certification System):

The Government of Telangana has enacted the TS-iPASS(Telangana State Industrial Project Approval and Self Certification System) Act for providing all approvals to the entrepreneurs within set time limits based on a self-certification furnished by the entrepreneurs. Mega projects will get automatic approvals on submission of the self-certification. All applicants will be bestowed with a right to clearance under the TS-iPASS. There is a provision of imposing penalties to the officers who fail to provide the clearance within set time.

Since Telangana formation till date 18,349 nos of units with Rs.224687 crores investment and 1622956 Persons employment were accorded approvals under TS-iPASS. Out of these 13591 no of units have commenced commercial operation and 1931 no. of units are in various stages of implementation.

T-IDEA (Telangana State Industrial Development and Entrepreneur Advancement):

The Government of Telangana, through its T-IDEA (Telangana State Industrial Development and Entrepreneur advancement) Incentive Scheme 2014 is providing various kinds of incentives to the entrepreneurs. The incentives include Investment Subsidy, Land cost, Stamp Duty, VAT reimbursement, Power cost, Pavala Vaddi reimbursement and many more. These incentives will be released through a transparent on line system in a graft free manner. Government will provide Tailor made benefits to the Mega projects. These incentives will also be extended to the eligible existing industries to stabilize them. Till date 21,219 No of applications were sanctioned Subsidies to the tune of Rs.2895.68 crores under T-IDEA scheme.

T-PRIDE (Telangana State Program for Rapid Incubation of Dalit Entrepreneurs):

Government of Telangana has recognized an unfortunate reality that a very minute proportion of the existing industrial units are owned by the SC/ST entrepreneurs. As the Social Justice is the foundation of the New State of Telangana,

the New Industrial Policy has provided a number of additional benefits to the SC/ST entrepreneurs to increase the entrepreneurship among the SC/STs.

An exclusive policy, T-PRIDE (Telangana State Program for Rapid Incubation of Dalit Entrepreneurs), has been announced by the Government of Telangana offering special incentives such as preferential allotment of industrial plots in industrial parks, Providing direct funding and margin money, arranging sub contracts with large industries, additional investment subsidies and other subsidies, creating a pool of civil contractors and etc., Special incentives are also being offered to the women entrepreneurs.

Till this day 22,736 No of Schedule caste applications are sanctioned subsidies to the tune of Rs.1026.67 Crores under SCP, for Scheduled tribes 23,358 No of Applications to the tune of Rs.104 Crores Subsidies sanctioned under TSP and 1623 no of applications to the tune of Rs.91 Cr. were sanctioned under PHC category.

EASE OF DOING BUSINESS(EODB):

The Department for Promotion of Industry and Internal Trade (DPIIT), Ministry of Commerce & Industry, Government of India has taken up a series of measures to improve Ease of Doing Business. The emphasis has been on simplification and rationalization of the existing rules and introduction of Information technology to make governance more efficient and effective. DIPP, every year is communicating a set of reforms to all states and is ranking the states based on level of compliance of these reforms by the states

Telangana secured **1st Rank in "Ease of Doing Buisness-2016"** with a score of **98.78%** and stood among the top states in subsequent years also. For the year 2020, DPIIT has communicated a set of 301 reforms to be implemented across various departments and the ranking methodology is purely based on feedback score. Telangana has implemented all the reforms uploaded the evidences on the DPIIT. The assessment is in progress.

REVIVAL OF SICK UNITS :

The Government has issued G.O.Ms.No.26 dated 27.04.2017 for setting up of Telangana Industrial Health Clinic as Non-Banking Finance Company(NBFC) with a corpus of Rs.100 Crores of Rs.10 Cr is funded by Telangana Govt . Till now more than 150 sick units were assisted by TIHCL.

For revival of Ramagundam Fertilizers & chemicals limited Telangana state Government has confirmed the equity of 11% Equity and till this day 153 Crores is released and towards Power line infrastructure Rs.22.00 released and for the laying of water pipeline an amount of Rs. 70.00 Crores released. Towards RFCL approach road Rs 13.30 crores sanctioned and released.

For revival of Sirpur Paper mills Ltd Adilabad The Government has approved the proposal of J.K Papers Ltd and sanctioned the special incentives by recognizing the Mega project status The unit has recommenced production, there by protecting the thousands of employees employment and their lively hood.

MSME Facilitation:

UDYAM Registration:

The Ministry of Micro, Small and Medium Enterprises of Government of India has brought in wef July 1, 2020 a new system of Online registration for MSMEs. As of 15th Dec 2021, 1,99,552 MSMEs have registered under UDYAM in Telangana.

TELANGANA STATE MICRO AND SMALL ENTERPRISES FACILITATION COUNCIL (TSMSEFC)

The Telangana Government established four Regional Micro, Small Facilitation councils at Rangareddy, Medchal-Malkajgiri, Warangal Urban and Karimnagar with concerned GM, DIC as Chairperson for resolving delayed payments issues of MSMEs. Till date 540 applications have been disposed off by the Councils.

Technology Centres / Extension Centres:

There are 18 Technology Centres in India including one at Hyderabad, MSME Tool Room (erstwhile Central Institute of Tool Design, Balanagar). Government of India wants to establish 15 more Technology Centres and also Extension Centres under each Technology Centre. One extension centre at Karimnagar is in advanced stage while one technology centre at Warangal and extension centres at Sangareddy, Nizamabad, Khammam, Nalgonda and Mahabubnagar are being planned.

Micro and Small Enterprises Cluster Development Program:

To take economic Development to all parts of the State, new industrial clusters and upgradation of existing industrial estates has been taken up in nearly 20 Districts under the Government of India Cluster Development Program.

RESEARCH AND INNOVATION CIRCLE OF HYDERABAD (RICH)

Government of Telangana formed new Initiative as Company Under the Companies Act to Provide and promote synergies among interested/ relevant entrepreneurs, industrial establishments, start-up companies, resources providers, research and development institutes, educational and service institutions individuals or incubation or innovator groups to function in partnership and/or collaborative mode and coordinate all inputs including design thinking, project execution and business management for corporate, scientists and entrepreneurs.

Director of Industries.