

No. FM-11/75/2020-ADDITIONALSECRETARY

**Government of India
Ministry of Food Processing Industries
Panchsheel Bhawan
August Kranti Marg, New Delhi- 110049**

Dated:13 May 2021

To,

Vice chancellor

University of Agricultural Sciences, Bangalore

Karnataka

Email Address: vc@uasbangalore.edu.in, harinikumarm@gmail.com

Contact Number: 9448832077

Subject: Approval of proposal for establishment of Common Incubation Facility at Zonal Agriculture Research Station, V.C. Farms, Mandya for processing of Jaggery and Jaggery based products

Ref:

- Your proposal submitted on 23.01.2021
- Meeting of Appraisal committee held on 28.01.2021
- Meeting of Project Execution Committee held on 17.02.2021
- Your revised proposal submitted online 23.02.2021
- Approval of Hon'ble Minister, FPI on 05.03.2021

Sir/ Ma'am,

The undersigned is directed to convey the approval of grant by the competent Authority to the proposal of University of Agricultural Sciences, Bangalore to establish Common Incubation Centre at Zonal Agriculture Research Station (ZARS) , V.C. Farms, Mandya under the Common Incubation Centre component of PMFME scheme.

2. The approved project is for establishing Common Incubation facility for processing of ODOP of the district Mandya i.e. Jaggery along with value added products of Jaggery

3. The above approval is accorded to the proposal with total project cost of Rs. 2,09,00,000 (Rupees Two Crore Nine Lakh Only). The total funding support approved is Rs. 1,59,00,000 (Rupees One Crore Fifty Nine Lakh Only)

4. The head wise total cost and approved Grant in Aid cost is as under:

Project Cost		(Rs. In Lakhs)	
	Particulars	Total Cost Proposed as per the revised proposals	Approved Grant in Aid
A.	Extension of area under cooling pit	10.00	10.00
B.	Processing Lines-		
	Sugarcane Crushing and Baggasse handling, Vacuum boiling, storage units, moulds, Jaggery Lumps, Jaggery Powder and liquid Jaggery, Sugarcane juice bottling, Jaggery based traditional products etc.	134.00	134.00
	Sub Total	134.00	134.00
C	Food Testing Laboratory	15.00	15.00
D	Construction of Cold Store	50.00	00.00
	Total Cost	209.00	159.00

5. Component wise cost breakup of the above major components is mentioned in the **Annexure- I** attached.

6. The mentor Institute for the approved Incubation centre would be Jaggery Park, ZARS V.C. Farms, Mandya , Karnataka.

7. The approval and release of funds are subjected to provisions of Revised Guidelines for establishment of Common Incubation Centre under PMFME Scheme dt. 05.03.2020 and compliance to the following conditions and timelines.

- i. The Host institute to ensure the commercial utilization of processing of the ODOP and other processing lines by individual and group entrepreneur of the region by leasing out the Common Incubation Facility to private O&M agency.
- ii. The host institute is directed to furnish an undertaking as required under Rule 209 (1) of GFR 2007 as per proforma at Annexure **II** within 30 days from issue of this letter.
- iii. The host institute is directed to submit a Surety Bond as per the format enclosed at **Annexure III** within 30 days from issue of this letter.
- iv. The host institute is directed to enter into a Tripartite agreement between the SNA, Host institutes and mentor institute to ensure the monitoring of the implementation of Common Incubation Centre. The Tripartite agreement / MoU will define the roles, responsibility of all the three parties along with the terms & condition of operation of the Incubation Centre.



- v. An Agreement/ MoU will be furnished between the host institute and the private O&M Company to which the incubation facility would be leased out within 90 days from release of the final instalment.
- vi. The CA (Statutory Auditor) certificates and the CE (Civil & Mechanical) certificates submitted at the time of claiming grant should bear the membership no. and the name of the professional preparing the certificate(s).
- vii. Applicant has to abide by/ comply with all terms and conditions as laid down in Revised Guidelines for establishment of Common Incubation Facility under PMFME Scheme dt. 05.03.2020 in respect of PMFME Scheme for implementation and operationalization of project.
- viii. **Time Schedule:** The time schedule for completion of project will be 10 months including for obtaining FSSAI license, CTO and other state clearances. The timeline for various activities will be as follows unless extended by IMEC after recommendation of State Nodal Agency.

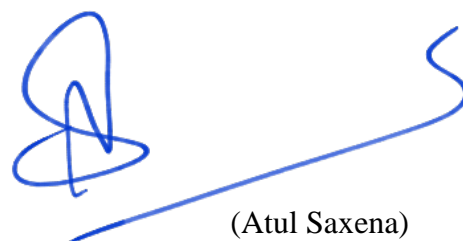
S.No.	Particulars	Time Period
1.	Release of 1st instalment of grant	After approval of the proposal & issue of approval letter
2.	Release of 2 nd & final instalment from the release of 1 st Instalment (Completion of Installation and Commissioning of processing lines)	8 months
3.	Obtaining licenses (FSSAI), statutory clearance , boiler certificate and consent to operate	2 months from date of applying for the release of final instalment
	Total time for readiness of all approved facilities for commercial production	10 months
Others		
4.	Leasing out the facility to Private O & M Agency	3 months from date of the release of final instalment

- ix. The Host institute must submit their claim for release of instalment of grant to respective State Nodal Agency after fulfilling the conditions and complete with the requisite documents as detailed in para no. 6 of Revised Guidelines for establishment of Common Incubation Facility under PMFME Scheme dt. 05.03.2020. The SNA will forward the claim to Ministry with its recommendation.
- x. Before release of final instalment of grant-in-aid, eligible grant-in-aid for the project will be re-calculated by State Nodal Agency based on the cost given in the DPR/ actual cost incurred, whichever is less, of the items/components approved by Ministry for this project, before forwarding the claim to Ministry with its recommendation.
- xi. Ministry of Food Processing Industries, Government of India, will have authority for recall of grant in case of following circumstances:
 - a. If the project is not completed within the approved project timeline including extensions, if any. In such case, the grant-in-aid released to the applicant, will be returned not later than 30 days after a notice is given by MOFPI in this regard.
 - b. If the assisted project stops its commercial operations within three (3) years from the date of commencement of commercial production of the project.

- c. MoFPI will have the discretion to recall the grant, if during such period, it comes to the notice of the Ministry that the grant has been availed by manipulating / concealment of information / facts or that the grant has been utilized for purposes other than those for which it was sanctioned.
- xii. Host Institute not implementing the project as per the Revised Guidelines for establishment of Common Incubation Facility under PMFME Scheme dt. 05.03.2020 after availing MoFPI grant for the purpose will be liable to repay the entire grant amount along with penal interest prevailing during the period.
- xiii. In case of any dispute arising in interpretation of any of the terms and conditions as contained in this Approval Letter, the interpretation of MoFPI shall be final. The courts of Delhi shall have exclusive jurisdiction on any matter arising at any stage of implementation of this project.
- xiv. The Ministry may seek any clarification and/ or any document/ information at any stage of the project. The Ministry reserves the right to modify the Scheme Guidelines or any other terms and conditions as contained herein which shall be applicable.
- xv. This Approval Letter is being issued in Triplicate. The applicant must submit the signed duplicate copy of this Approval Letter to respective State Nodal Agency and MoFPI within 15 days of issue of this Approval Letter accepting the above terms and conditions, failing which the approval to the project will be cancelled.
- xvi. This is merely a letter of intent and in no way entitles the Host Institute for grant in aid without fulfilling criteria/ conditions set by Ministry of Food Processing Industries, Government of India under the Common Incubation Centre component of PMFME Scheme.

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Yours Faithfully,



(Atul Saxena)

Joint Secretary to the Government of India

Ph: [+91 11- 26494591](tel:+911126494591)

Copy to:

1. Karnataka State Agricultural Produce Processing and Export Corporation Limited (KAPPEC)- State Nodal Agency for Karnataka.
2. Jaggery Park, ZARS V.C. Farms, Mandya Karnataka – Mentor Institute

ANNEXURE-I

A. Component wise cost of Auxiliary Equipment, Upgradation of Existing facility:

Rs. in Lakh

S. No	Particulars	Approved Cost
1.	Extension of area under cooling pit	10.00

B. Component wise cost of Processing lines including primary, secondary and tertiary processing, raw material/finished product storage, packaging.

Rs. in Lakh

S. No	Particulars	Capacity	Approved Cost
1.	Primary, secondary & tertiary processing - Bagasse driers for furnaces and pans	20 MT/day sugarcane	
i.	Bagasse Dryer		20.00
ii.	Steam Cleaning equipment		10.00
iii.	High end sugarcane crusher		10.00
iv.	Industrial chimneys and air suckers		5.00
v.	Micro filters		2.00
	Sub total		47.00
2.	Vacuum Nitrogen packing unit	2 MT / day Jaggery	15.00
3.	Sugarcane juice and Liquid Jaggery bottling plant		15.00
4.	Jaggery powder making machine		12.00
5.	Vacuum boiling unit for steam based Jaggery plant		
i.	Vacuum boiling equipment		11.50
ii.	Steam cladding		01.50
iii.	Steam pressure Station		02.00
	Sub total		15.00
6.	SS Jaggery moulds	Need Based	03.00
7.	Storage equipment	Need Based	07.00
8.	Sugarcane feeder to sugarcane crusher- automatic	Need Based	20.00
Total			134.00



C. Component wise cost of Food Testing Laboratory

Rs. in Lakh

S. No.	Equipment	Approved Cost
1.	Digital Sucrolizer	10.00
2.	Strengthening of laboratory equipment	5.00
	Total	15.00



ANNEXURE-II

PROFORMA FOR RULE 209 (1) OF GFR 2007 UNDERTAKING

I, _____ s/o
R/o _____ (Address) _____, the
deponent do hereby solemnly affirm and declare on oath as under: -

1. That the deponent is the Competent authority in the Organization. (*Name affirm and address*) .
2. That the organization has not availed any financial assistance for the same purpose or the same component from the Ministry of Food Processing Industries in the past.
3. That the deponent do hereby affirm that the Organization will not apply/ has not applied for/ obtained any grant/ subsidy from any Ministry/ Central Government Department/ GOI organizations/ any agency of State / Central Government for the same purpose/ activity.
4. That all the documents, explanations/ information's etc. submitted by the organization from time to time are true, correct and complete to the best of its knowledge and belief.

Deponent

Verification:

Verified that the content of this affidavit are true and correct to the best of the knowledge and belief of the deponent and no part of this affidavit is kept concealed therein, If anything is found false in this Affidavit subsequently deponent and organization shall alone be liable jointly and severally for action under the laws, hence verified at (*Place*) on (*Date*) .

Deponent



ANNEXURE-III

(To be prepared on Non-Judicial Stamp paper of Rs. 100/-)

SURETY BOND

KNOW ALL MEN BY THESE PRESENTS that we, M/s....., a (Type of organization) incorporated / registered under the (Name of the Act) and having its registered office at (hereinafter called the “Obligors”) are held fully and firmly bound to the President of India (hereinafter called the “Government”) for the sum of Rs..... (Rupees only) well and truly to be paid to the Government on demand and without a demur for which payment we firmly bind ourselves and our successors and assignees by these presents.

SIGNED on the day of in the year Two Thousand.....

WHEREAS on the Obligors’ request, the Government as per Ministry of Food Processing Industries’ Approval Letter No Dated

(hereinafter referred to as the “Approval Letter”) which forms an integral part of these presents, and a copy whereof is annexed hereto and marked as Annexure-I, agreed to make in favour of the Obligors grants-in-aids-in-aid of Rs. (Rupees only) for

the purpose of (description of the project) at out of which the sum of Rs. (Rupees only) have been paid to the Obligors (the receipt of which the Obligors do hereby admit and acknowledge) on condition of the Obligors executing a bond in the terms and manner contained hereinafter which the Obligors have agreed to do.

NOW the conditions of the above written obligation is such that if the Obligors duly fulfill and comply with all the conditions mentioned in the approval letter, the above written Bond or obligation shall be void and of no effect. But otherwise, it shall remain in full force and virtue. The Obligors will abide by the terms & conditions of the grants-in-aid by the target dates, if any specified therein.

THAT the Obligors shall not divert the grants-in-aids and entrust execution of the Scheme or work concerned to another institution(s) or organization(s).

THAT the Obligors shall abide by any other conditions specified in this agreement and in the event of their failing to comply with the conditions or committing breach of the bond, the Obligors individually and jointly will be liable to refund to the President of India, the entire amount of the grants -in-aid with interest of 10% per annum thereon. If a part of the grants-in-aid is left unspent after the expiry of the period within which it is required to be spent, interest @10% per annum shall be charged upto the date of its refund to the Government, unless it is agreed to be carried over.



The Obligers agree and undertake to surrender / pay the Government the monetary value of all such pecuniary or other benefits which it may receive or derive / have received or derived through / upon unauthorized use of (such as letting out the premises on adequate or less than adequate consideration or use of the premises for any purpose other than that for which the grants-in-aid was intended of the property) buildings created / acquired constructed largely from out of the grants-in-aid sanctioned by the Government of India, Ministry of Food Processing Industries or the administrative Head of the Department concerned. As regards the monetary value aforementioned to be surrendered / paid to the Government, the decision of the Government will be final and binding on the Obligers.

AND THESE PRESENTS ALSO WITNESS THAT the decision of the Secretary to the Government of India in the Ministry of Food Processing Industries on the question whether there has been breach or violation of any of the terms or conditions mentioned in the sanction letter shall be final and binding upon the Obligers

and

IN WITNESS WHEREOF these presents have been executed as under on behalf of the Obligers the day herein above written in pursuance of the Resolution No.....Dated passed by the governing body of the Obligers, a copy whereof is annexed hereto as Annexure-II and by for and on behalf of the president on the date appearing below: -

Signature of the AUTHORISED SIGNATORY
Signed for and on behalf of

(Name of the Obliger in block letters)
(Seal / Stamp of Organization)

1. Signature of witness Name & Address

2. Signature of witness Name & Address

