



ABSTRACT

Industrial Estate – Announcement made by the Hon'ble Chief Minister – Setting up a separate Industrial Estate to accommodate the Truck Body Building Units in the outskirts of Namakkal in JV mode – Orders Issued.

MICRO, SMALL AND MEDIUM ENTERPRISES (C) DEPARTMENT

G.O (Ms) No.14

Dated : 27.3.2013

நந்தன, பங்குனி 14

திருவள்ளூர் ஆண்டு 2044

Read :

- 1/4/13 m/s
SAN
120
1/4/13
1. From the District Collector, Namakkal, No.27143/ 2011/L2, Dated 12.12.11, 11.1.12, 21.3.2012 and 14.12.2012.
 2. From the Commissioner of Town and Country Planning, Chennai Letter No.28631/11/NPD, dated 7.5.2012 and 29.5.2012.
 3. Government letter No.3242/C/2012-2, dated 11.12.12 and 21.1.2013.
 4. From the Chairman and Managing Director, SIDCO letter No.10076/ Scheme 1/2011, dated 25.7.2012 and 11.2.2013.

ORDER:

The Hon'ble Chief Minister made the following announcement during the Collectors Conference held on 14.11.2011.

“The Construction of a Bus body chassis Unit in the outskirts of Namakkal in PPP mode will be taken up”

2. Based on the announcement made by the Hon'ble Chief Minister, the District Collector, Namakkal in his letter first read above, sent proposals for shifting all the Truck Body Building units now functioning in Namakkal town to Velagoundampatty Village about 15 kilometers away from the Town by forming a separate Industrial Estate at an estimated cost of Rs.1735.00 Lakhs.

3. The Commissioner of Town and Country Planning, in his letter second read above, sent proposal to the Government in this regard as follows:-

P.T.O

- (i) The subject was placed before the 7th State Infrastructure and Amenities Promotion Fund meeting held on 21.12.2011 as Agenda item No.5 and the committee decided to prepare feasibility study first with Detailed Project Report (DPR) through Small Industries Development Corporation (SIDCO) utilizing Town and Country Planning Development Fund.
- (ii) As per the above decision, SIDCO has prepared the DPR. As per the DPR the estimated cost of the following projects is as follows:

Sl.No.	Item of work	Estimated cost (Rs.in lakhs)
1.	Improvements to roads	391.00
2.	Widening the approach road with culvert	11.00
3.	Water supply arrangements	77.00
4.	TNEB sub-station with industrial feeder	868.75
5.	Provision of street lights	20.00
	Total	1367.75

- (iii) The extent of the proposed site is 21.13.5 hectares which is purchased in the name of Namakkal Truck Body Building Industrial Estate at a cost of Rs.25.00 lakhs and the work is proposed to be executed by (1) Civil Construction Work by DRDA, Namakkal and (2) Electrical Works by TANTRANSCO and TANGEDCO.
- (iv) The Namakkal District truck body building industrial estate authorities will maintain the physical and financial operations after construction and allotment of individual plots.
- (v) The above subject was placed before the committee meeting held on 27.4.12 as agenda item No.7 and the committee decided as follows:-

"The committee decided to provide fund to a tune of Rs.1367.75 lakhs for the truck body building units at Namakkal. The project implementing agency will be SIDCO and the Government Order for implementation may be issued by Micro, Small and Medium Enterprises Department, dovetailing their department fund of Rs.1.00 crore available for such purpose."

4. The Chairman and Managing Director, SIDCO in his letter fourth read above, requested suitable orders on the following to proceed further for establishment of private industrial estate at Namakkal.

- i) The association of the truck body building units may form a Special Purpose Vehicle (SPV) immediately and register the same.
- ii) To accept beneficiary contribution of Rs. 1.00 Crore from the SPV members.
- iii) SPV to enter in to Joint Venture agreement with SIDCO.
- iv) SPV to pay administrative charges to SIDCO.
- v) The layout to be got approved by Director of Town and Country Planning (DTCP).
- vi) To sanction the balance amount of Rs.1267.75 lakhs from State Infrastructure and Amenities Fund.
- vii) The project will be implemented by SIDCO.

5. The Chairman and Managing Director, Tamil Nadu Small Industries Development Corporation Limited has also reported that the Namakkal Truck Body Building Industrial Estate Association has consented to the following:-

- i) Enter into a Joint Venture agreement with SIDCO for Infrastructure development.
- ii) Contribute Rs.1.00 crore of the project cost as contribution from members towards development cost.

6. The Government have examined the proposals in detail and decided to issue orders for setting up a separate Industrial Estate to accommodate the Truck Body Building Units near Namakkal and order accordingly as follows:-

- i) The Association of the truck body building units will form a Special Purpose Vehicle (SPV) immediately and register the same for managing the Estate.
- ii) After registration the SPV shall enter in to Joint Venture agreement with SIDCO.
- iii) Fund will be released to SIDCO for establishing the above said estate from the State Infrastructure and Amenities Fund by the Commissioner of Town and Country Planning.
- iv) After completion of works SIDCO will hand over the assets to the SPV for further maintenance.
- v) Out of the total project cost of Rs.1367.75 lakhs (Rupees thirteen crores sixty seven lakhs and seventy five thousand only), at least Rs.100 lakhs should be contributed by the promoters / Association to the SPV.

- vi) SIDCO will have at least 10% equity in JV with appropriate representation in the Board of SPV.
- vii) The SPV will be registered as a company with an option of (Section.25) non-profit company.
- viii) Since this project is aimed to decongest and to bring the units out of city, the allotment condition should take care of this objective.
- ix) In order to achieve this objective a committee chaired by the District Collector will take care of the identification, selection and allotment of estate plots.
- x) SPV has to pay administrative charges to SIDCO @ 5% of total project cost.
- xi) The layout of the above said Estate shall be got approved by DTCP.
- xii) The balance amount of Rs.1267.75 lakhs will be sanctioned from State Infrastructure and Amenities Fund.
- xiii) SIDCO shall be the implementing Agency for the above said Estate.

7. The Commissioner of Town and Country Planning will take further action for releasing the above sanctioned amount of Rs.1267.75 lakhs (Rupees Twelve crores sixty seven lakhs and seventy five thousand only) to SIDCO from the State Infrastructure and Amenities Fund. The Chairman and Managing Director, SIDCO and District Collector, Namakkal will take necessary action for the effective implementation of this project.

(BY ORDER OF THE GOVERNOR)

K. DHANAVEL
SECRETARY TO GOVERNMENT

To
The Chairman and Managing Director,
Tamil Nadu Small Industries Development Corporation Limited, Chennai-32.

The Secretary,
Housing and Urban Development Department, Chennai-9

The Commissioner of Town and Country Planning,
807, Anna Salai, Chennai-02

The District Collector, Namakkal.

The President, Namakkal District Truck Body
Building Industries Estate Association,
No.6/591-M, Sethiyandiaman Koil Street,
Anjaneyar Koil Backside, Namakkal – 631001.

Copy to:

The Hon'ble Chief Minister's office, Chennai-9.

The Special Personal Assistant to Minister (Rural Industries),
Chennai-9.

The Private Secretary to Chief Secretary, Chennai-9.

Finance (Industries/BPE) Department, Chennai-9

The Private Secretary to Secretary to Government,
Micro, Small and Medium Enterprises Department, Chennai-9.

Micro, Small and Medium Enterprises (B) Department, Chennai-9.
SF/SC.

//FORWARDED BY ORDER//

A. K. Jaganathan
27/3/2013

SECTION OFFICER

MP
27/3/13