

**Minutes of the 5<sup>th</sup>SLPSC Meeting of MSE-CDP, Andhra Pradesh held on  
22.08.2022 at Directorate of Industries, Mangalagiri, Guntur Dist.**

The 5<sup>th</sup>SLPSC meeting of MSE-CDP was held on 22.08.2022 at 11.00 AM at Directorate of Industries, Govt. of Andhra Pradesh, APIIC Towers, Mangalagiri, Guntur Dist. under the Chairmanship of Shri Karikal Valaven, IAS, Special Chief Secretary to Govt of A.P., Deptt of Commerce & Industries. The meeting was convened to review the status of cluster projects in the State and to ascertain the reasons for delay in execution of other CFCs in the State.

Shri D.Chandra Sekhar, Addl. Development Commissioner, MSME-DFO, Hyderabad & Visakhapatnam, Member Secretary & Convener welcomed the Chairman and members of the SLPSC, SPV Members, GM-DICs, Implementing Agencies and other participants to the Meeting. The Chairman instructed the GM-DICs, Implementing Agencies, MSME-DFO, MSME Corporation and all the concerned Departments to make concerted efforts to ensure fast track implementation of CFCs/ID projects on hand in the State and initiate new proposals under the guidance of Directorate of Industries and MSME-DFO, Visakhapatnam.

S.No.	Agenda Points-Name of CFC/ID Project
5.1.0	Review of Action Taken Report of 4 <sup>th</sup> SLSC Meeting held on 10.07.2021.
	<b>ATR confirmed.</b>
5.1.1	Review of status of 5 Nos of ongoing ID Projects under MSE-CDP in Andhra Pradesh i). Upgradation of Industrial Park(Jewellery Park)at Machilipatnam, Krishna District ii). Upgradation of Growth Centre at Hindupur, Anantapuram uDistrict iii). Upgradation of Industrial Estate, Autonagar,Phase-IV,Guntur District iv). New Industrial Estate at Kopparchy,YSR Kadapa District v). New Industrial Estate at Gandrajupalli,ChittoorDistrict.
	APIIC Official informed that the 3 ID Projects namely (1)Upgradation of Industrial Park (Jewellery Park) at Machilipatnam, Krishna District, (2)Upgradation of Growth Centre at Hindupur, Anantapuramu District and (3) Upgradation of Industrial Estate, Autonagar, Phase-IV, Guntur District are in progress, and 2 ID Projects namely (1) New Industrial Estate at Kopparchy, YSR Kadapa District and (2)New Industrial Estate at Gandrajupalli, Chittoor District have completed successfully.  <b>The chairman instructed APIIC to submit Completion Certificate along with relevant documents like Utilization Certificate, CA Certification, Photographs etc, for all completed ID Projects.</b> <p align="right"><b>(For Action: APIIC &amp; MSME-DFO)</b></p>

5.1.2	<p>Review of status of ID Projects which were accorded in-principle/TEAC approval:</p> <p>i)Development of FFC at Atchuthapuram in non-SEZ Area,Visakhapatnam District  ii)Upgradation of Industrial Park at Nellimarla,Vizianagaram District  iii)Upgradation of Industrial Park at IP Tanuku,West Godavari District</p>							
	<p><b>APIIC to send the DPR to SIDBI for appraisal by 26<sup>th</sup> Aug, 2022 and SIDBI to complete the Appraisal by 15<sup>th</sup> September,2022.</b>  <b>(For Action: APIIC &amp; SIDBI)</b></p> <p>(By the time minutes were finalized, APIIC has already submitted the proposal to SIDBI vide Letter No.CE ((N)/APIIC/Engg wing/MSE CDP/2019-20 dated 23-08-2022 and same has been acknowledged by SIDBI, Hyderabad on 25-08-2022.)</p>							
5.1.3	<p>Review of Dropped components in the following ID:  Upgradation of Industrial Park at Singarayakonda,Prakasam,District</p> <ul style="list-style-type: none"> <li>• Road Side Greenery &amp; Social Forestry</li> <li>• Water supply including over head tank &amp; pump house</li> <li>• Administration and other service complex</li> </ul> <p>Development of Industrial Park at Peddapuram,East Godavari,District</p> <ul style="list-style-type: none"> <li>• Road Side Greenery &amp; Social Forestry</li> <li>• Effluent Treatment Plant</li> </ul> <p>Development of Industrial Park at Grandrajupalli,Chittoor,District</p> <ul style="list-style-type: none"> <li>• Land filling/Levelling including boundary wall and fencing</li> <li>• Water supply including over head tank &amp; pump house</li> <li>• Road Side Greenery &amp; Social Forestry</li> <li>• Other(Sewerage System)</li> </ul> <p>Development of New Industrial Estate at Kopparthy,YSR Kadapa District</p> <ul style="list-style-type: none"> <li>• Land filling/Leveling including boundary wall and fencing</li> <li>• Effluent Treatment Facilities</li> <li>• Road Side Greenery &amp; Social Forestry</li> <li>• Other(Sewerage System)</li> </ul> <p><b>Committee approved dropping of components as listed in agenda points for all the above four IDs.</b>  <b>(For Action: APIIC, Director of Industries&amp; MSME-DFO)</b></p>							
5.1.4	<p>Request of EOT for New Industrial Estate at Kopparthy,YSR Kadapa District upto 31.07.2022 status regarding.  <b>Committee recommended EOT Proposal to NLSC.</b>  <b>(For Action: APIIC, Director of Industries &amp; MSME-DFO)</b></p>							
5.2.0	<p>Progress on approved 6 CFCs:</p>							
5.2.1	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td colspan="3" data-bbox="284 1912 906 1957"><b>CFC in Printing Cluster, Kakinada.</b></td> <td data-bbox="906 1912 1402 2029" rowspan="2">Final approval accorded in 54th NLSC and Sanction order issued on 29.07.2021.</td> </tr> <tr> <td data-bbox="284 1957 539 2029">Contribution</td> <td data-bbox="539 1957 612 2029">%</td> <td data-bbox="612 1957 906 2029">Amount in . Lakh</td> </tr> </table>	<b>CFC in Printing Cluster, Kakinada.</b>			Final approval accorded in 54th NLSC and Sanction order issued on 29.07.2021.	Contribution	%	Amount in . Lakh
<b>CFC in Printing Cluster, Kakinada.</b>			Final approval accorded in 54th NLSC and Sanction order issued on 29.07.2021.					
Contribution	%	Amount in . Lakh						

	Grant-in-aid Gol	70	1033.20	1.The SPV has Deposited 10% share in Specified Account 2.State Govt. matching grant released on 31-03- 2022 3.E-Tenders called for supply of machinery on 11-06-2022 and being processed by AP MSME-DC
	State Gov. Contribution	20	295.20	
	SPV Contribution	10	147.60	
	Total Project Cost	100	1476.00	
	<p><b>The Chairman of the committee instructed the IA to expedite the completion of all works for early implementation of the CFC.</b> (For Action: APMSME DC &amp; SPV)</p>			
5.2.2	<b>CFC in Furniture Manufacturing Cluster, Rajahmundry, East Godavari District:</b>			Final approval accorded in 54th NLSC and Sanction order issued on 29.07.2021.  1. Purchase Committee formed and 1st meeting held to the specifications and tenders. 2. State Govt. matching grant released on 31-03- 2022. <b>3. The SPV is yet to raise their share capital upto 10%.</b> 4. IA to take further action.
	Contribution	%	Amount in Rs. Lakh	
	Grant in aid Gol	70	1044.88	
	State Gov. Contribution	20	299.68	
	SPV Contribution	10	149.85	
	Total Project Cost	100	1498.41	
	<p><b>The Chairman of the committee instructed the SPV to deposit their Share within 15 days and directed APMSME DC to follow up.</b> (For Action: SPV &amp; APMSME DC )</p>			
5.2.3	<b>CFC in Jaggayapeta Gold Ornaments Cluster, Krishna District:</b>			Final approval accorded in 54th NLSC and Sanction order issued on 29.07.2021.  1.Purchase committee meeting conducted 2.State Govt. matching grant released on 31-03- 2022 3.The SPV has deposited its matching contribution of 10%. 4. IA to take further action.
	Contribution	%	Amount in Rs. Lakh	
	Grant-in-aid :Gol	76.81	614.52	
	State Gov. Contribution	10.00	80.00	
	SPV Contribution	13.19	105.48	
	Total Project Cost	100	800.00	
	<p><b>The Chairman of the committee instructed the IA to initiate tender process and expedite the completion of all works for early implementation of the CFC.</b> (For Action: APMSME DC &amp; SPV)</p>			
5.2.4	<b>CFC in Pulses &amp; Pulses Products Cluster, Machavaram, East Godavari District:</b>			Final approval accorded in 54th NLSC and Sanction order issued on 29.07.2021.

	Contribution	%	Amount in Rs. Lakh	1.The SPV has Deposited 10% share in Specified Account 2. State Govt. matching grant released on 31-03- 2022 3. E-Tenders called for supply of machinery on 14- 06-2022 4. IA to take further action.
	Grant-in-aid:Gol	70	1038.14	
	State Gov. Contribution	20	296.61	
	SPV Contribution	10	148.31	
	Total Project Cost	100	1483.06	
<p><b>The Chairman of the committee instructed the IA to expedite the completion of all works for early implementation of the CFC.</b> <b>(For Action: APMSME DC &amp; SPV)</b></p>				
5.2.5	<b>CFC in Hosiery &amp; Readymade Garments Cluster, SPSR, Nellore District.</b>			Final approval accorded in 54th NLSC and Sanction order issued on 29.07.2021.
	Contribution	%	Amount in Rs. Lakh	1.Purchase committee meeting conducted on 29-03-2022 2. State Govt. matching grant released on 31-03- 2022.
	Grant in aid Gol	70	576.08	
	State Gov. Contribution	20	164.60	<b>3. The SPV is yet to raise their Share capital upto 10%.</b>
	SPV Contribution	10	82.30	4. IA to take further action
	Total Project Cost	100	822.98	
				<p><b>The Chairman of the Committee instructed the SPV to deposit their Share within 15 days and directed APMSME DC to follow up.</b> <b>(For Action: SPV &amp; APMSME DC)</b></p>
5.2.6	<b>CFC in Gold Jewellery Cluster, SPSR Nellore District</b>			Final approval accorded in 48th NLSC and Sanction order issued on 11.07.2019.
	Contribution	%	Amount in Rs. Lakh	<ul style="list-style-type: none"> <li>Project could not be implemented because of land issue.</li> </ul>
	Grant-in-aid:Gol	80	827.50	
	State Gov. Contribution	10	103.86	
	SPV Contribution	10	103.50	
	Total Project Cost	100	1034.86	The SPV members attended online and informed that they have land issue. Addl. Dev. Commissioner, MSME-DFO advised the SPV members to resolve the land issue at the earliest and suggested to take land on lease basis immediately to avoid cancellation of the project.
				<p><b>The Chairman directed resolves the issues and submit the documents. A deadline of 3 months of time is given to resolve the issue.</b> <b>(For Action: SPV &amp; GM DIC Nellore)</b></p>
5.2.7	<b>Fire Accident in Gold Cluster Vijayawada:</b>			Incident reported to DC (MSME). SPV submitted detailed report and the same has been forwarded to

		HQ.Insurance claim yet to be settled.
		<p>The SPV informed the committee that the damage was caused by fire accident and 90% of the machinery was repaired and 1 machinery was replaced. The final insurance claim is being initiated. The Managing Director, SPV informed that the CFC is having problem of working capital requirement. Director, Industries assured to look into the matter.</p> <p><b>A joint inspection committee to be constituted comprising (i) General Manager, DIC (ii) MSME-DFO and IA and submit report within one month. SPV advised to update and upload the quarterly cluster reports on MIS Portal.</b></p> <p style="text-align: right;"><b>(For Action: SPV)</b></p>
<b>5.3.0</b>	<b>Pending CFCs:</b>	
5.3.1	<b>Printing Cluster, Tirupathi</b>	<p>The proposal was recommended vide 1<sup>st</sup> SLSC in 2018 and in-principle approval was accorded by O/o the DC(MSME) vide 46th NLSC dated 09.02.18. The SPV is yet to identify land for CFC. The proposal is pending for want of land and SPV is requesting State Govt contribution for implementation of CFC. Now, the SPV is requesting for revival and to carry forward as per old MSE-CDP guidelines.</p> <p><b>The SPV members informed that they are having land issue and requested the State Government to help in this regard. They also requested the state government to contribute 10% as state govt. share. The members requested allotment of at least ½ acre land from state government.</b></p> <p><b>Smt. G. Srijina, IAS, Director of Industries assured that she will look into the issue. Chairman directed all the concerned officials to take necessary action for grounding of the CFC which already obtained in-principle approval as per the old guidelines of MSE-CDP.</b></p> <p style="text-align: right;">For action: (DoI, MSME DFO, GM DIC TIRUPATI, APMSMEDC, SPV)</p>
5.3.2	<b>Progress on long pending</b>	The proposal was recommended by SLSC and in

	<b>approved CFC (Auto Engineering cluster Kakinada)</b>	principle approval was accorded by NLSC. Land Issue with SEZ for denotification has been resolved. SPV is unable to purchase land at commercial rate fixed by APIIC.
	<p>The SPV members informed the committee that they are not able to acquire/purchase land in denotified SEZ as APIIC fixed land rates exorbitantly. ADC, MSME-DFO requested the Chairman to allot suitable land of 3 to 4 acres in denotified SEZ, Kakinada at affordable price which is also nearby to cluster units or alternatively provide land on lease basis in denotified SEZ on reasonable rates. The SPV is waiting for the said land for the last 2 to 3 years. The Chairman of the committee instructed the APIIC to provide land on lease basis in denotified SEZ at reasonable rates as all units are micro enterprises.</p> <p style="text-align: center;"><b>(For Action: GM DIC Kakinada,APIIC, SPV)</b></p>	
5.4.0	<p>Proposals submitted by APIIC for Development of Industrial Parks under new MSE-CDP Scheme in the State of Andhra Pradesh</p> <p><b>The Chairman directed APIIC to submit the proposals.</b></p> <p style="text-align: right;"><b>(For action: APIIC)</b></p>	
5.4.1	<b>New ID proposals</b>	Projects Identified and DPR yet to be submitted
5.5.0	<b>New Cluster proposals</b>	Road map for identifying new clusters
	<p>Shri Gopala Krishna,ED, APMSME-DC informed that they have identified 53 new clusters in the state and engaged 7 Technical Consultancy Agencies for preparation of DPRs. He submitted that 26 DPRs are under preparation and the same will be placed before next SLSC meeting for approval.</p> <p style="text-align: right;"><b>(For Action: APMSMEDC &amp; SPV)</b></p>	
5.6.0	<p>New MSE-CDP guidelines: State Govt. to formulate State Cluster Policy</p> <p>Director of Industries assured to look into the matter</p> <p><b>ADC, MSME-DFO proposed a corpus fund of Rs.100 crore by the state government for taking up more no. of cluster projects under MSE-CDP. He said with corpus fund, minimum of 40 CFC / ID projects can be implemented every year in the State and State will be among top 3 States within 3 years of time under Cluster</b></p>	

	development activity thereby contributing significantly for enterprise creation and employment generation in the State. The Chairman assured to look into the matter and take up the issue with Government.
5.7.0	<p>Opening of CAN and SNA:</p> <p>The State Government issued orders to Open CNA by Office of the Director of Industries and SNAs from Implementing Agencies, APIIC and APMSME DC and map with PFMS Portal.It has been informed that CNA has been opened by Director Of Industries in the name of JD MSME in SBI with zero Balance account bearing account No. 41222857854 with IFSC code SBIN0001011.</p> <p style="text-align: right;">( For Action: DOI, APIIC,APMSME DC, APTPC)</p>
5.8.0	<p>Any other point with the permission of the chair:</p> <p>Chairman appreciated all stake holders for their concerned efforts in grounding CFCs and ID projects and directed to ground more CFCs and ID projects in the State.</p>
5.9.0	ShriG.V.R.Naidu,IEDS, Assistant Director, I/C,MSME-DFO,Visakhapatnam proposed vote of thanks to the Chairman, Members and all other Stake holders including SPVs and GM DICs, who joined online.

**Spl.Chief Secretary to Govt., and  
Chairman, State Level Steering Committee,**