

GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Natural Calamities – Ind & Com Dept - Policy for TITLI Cyclone Affected Industrial Units – Relief Measures – Orders – Issued.

INDUSTRIES AND COMMERCE (P&I) DEPARTMENT

G.O.MS.No. 124

Dated: 23-10-2018
Read the following:

- 1.G.O.Ms.No.134, Ind & Com (IP & INF) Dept, dt.18.11.2014.
- 2.From the COI, A.P., Vijayawada Single File No.INC02-17/32/2018-I&I II-DOI & Lr.dt.19.10.2018.

ORDER:

In the reference 1st read above, orders were issued for Hudhud Cyclone Affected Industrial Units duly prescribing certain modalities to initiate the measures for mitigating the impact of Natural Calamity, based on the report of a seven-member committee constituted by the Govt vide Procs. No.3642/A4/GM /Peshi/Hud-Hud-1, dt.19.10.2014 of Prl. Secy to Govt & CIP, Ind & Com Dept.

2. In the reference 2nd read above, the Commissioner of Industries, A.P., Vijayawada reported that there are (232) Industrial Units were affected in the Srikakulam District due to Titli cyclone on 11.10.2018 occurred to a loss of Rs.67.00 Crores which have lost the power supply due to collapse of Power Transformers of Industries which will take more than a week's time for restoration. Besides this there are wetted cashew kernels/cashew nuts and paddy/rice whose units will lose their production and about 8,000 families will lose their livelihood for about 3 months. As such the reconstruction of collapsed buildings and resuming the production by the affected Industries will take at least 3 to 6 months duration and require support from their Bankers and Insurance Companies otherwise, the affected units will wind up their Industries permanently. Further reported that as only some industries are insured, there is every need to extend relief measures to the affected Industrial units to instil confidence and to proceed with their industrial activities stating that the above relief measures may also be made available to the units which are ready for commencing production before the devastating cyclone. The Commissioner of Industries has therefore, requested the Government to take a view for sanction of above relief measures to the badly affected Industrial units by the cyclone Titli in the Srikakulam District.

Contd...2

3. In the earlier orders vide reference 1st read above, it was opined that the large Industrial Units as well as several medium sized industrial units have mostly insured their buildings, plants and machinery. Hence, they would be compensated to a substantial degree through insurance claims. However, in case of small and micro sector the problem is acute as a good number of them do not have any insurance coverage. The Government of India norm defines monetary limits for various categories of units as follows:-

- a. Micro units: up to Rs.25 Lakhs investment.
- b. Small scale units: Rs.25 Lakhs to Rs.5 Crores.
- c. Medium sized units: Rs.5 Crores to Rs.10 Crores.
- d. Large Industrial units: Greater than Rs.10 Crores.

4. Government, after careful examination of the proposal of the Commissioner of Industries, A.P., Vijayawada, hereby adopt the modalities on the lines of G.O 1st read above, to initiate the measures for mitigating the impact of Natural Calamity caused due to Cyclone Titli on 11.10.2018, in respect of present damages that were occurred to the Industrial Units of Srikakulam District as detailed below:

1. Government has decided to release all pending incentives/grants/subsidies to all industrial units set up in Srikakulam District by giving overriding priority immediately. The Commissioner of Industries is directed to take action accordingly.
2. Government will provide giving outright relief of Rs.25,000/- to micro sector units and up to Rs.50,000/- for small scale units (both manufacturing and service sector units) which are not covered under any insurance programme and which are registered with industries department. Wherever insurance benefit has been availed by even MSME units, this incentive will not be given to such units.
3. The Energy Department (DISCOMs) collected Minimum charges for power supply even when there is no Power Supply as per their existing policy. However, for the month of October, the Government directs DISCOMs not to levy minimum charges for power supply in the affected Srikakulam District to the industrial units which did not consume the minimum power due to breakdown of power supply and also due to damages to the industries.

4. The payment of power bill for September 2018 due in October 2018 is deferred and allowed to be paid in 3 (three) equal monthly instalments in November, 2018, December 2018 & January, 2019.
 5. Industries which are severely affected as per the assessment of the Industries Department will be provided facility of deferred payment (for Six months) of property tax concerned to local bodies.
 6. Banks and financial institutions will be requested to re-schedule the loans for a period of one year. DLBC headed by Collector and SLBC chaired by Chief Minister will have to approve this.
 7. APIIC is directed to undertake repair and re-construction of all damaged facilities in Industrial Parks in the district within 90 days.
 8. All Industries would be advised to insure their assets hereafter by the Industries Dept.
 9. In all Industrial Parks mandatory green belt will be developed by APIIC with deep-rooted strong trees to act as wind breakers after due consultation with the Forest and Horticulture Departments.
 10. APIIC will take up underground Electrical and Communication cables in their industrial parks which are exposed to risk of cyclone in the districts.
 11. Industrial bodies will be encouraged, standard to be fixed, to adopt advanced technologies for roofing, boundary walls & electrical poles, chimneys, cooling towers etc., in consultation with experts.
5. The Commissioner of Industries, A.P., Vijayawada, the VC&MD, APIIC Ltd., Vijayawada and the District Collector, Srikakulam shall take necessary action accordingly in consultation with Revenue (DM) Department.
6. This order is issued with the concurrence of Finance Department through efile (Computer No. 649615) dt.20-10-2018.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

SOLOMON AROKIARAJ
SECRETARY TO GOVERNMENT & CIP

To
The Commissioner of Industries, A.P., Vijayawada.
The VC & MD, APIIC Ltd., Vijayawada.
The District Collector, Srikakulam.

Contd...4

Copy to:

The Revenue (DM) Dept.

The Revenue Dept.,

The Energy, I&I Department.

The MA & UD Department.

The PR & RD (RD) Dept.

The EFS&T Department.

The TR&B Department.

The Agriculture and Co-operation Department.

The Finance (FMU- I&C) Department.

The CMD, EPDCL, Srikakulam.

The IRDA. New Delhi.

The Convener, SLBC, Andhra Bank, Saifabad, Hyderabad.

All HODs/Corporations under Industries & Commerce Department.

The Ind & Com (Infra) Department.

PS to Principal Secretary to CM, AP Secretariat.

PS to Minister for Industries & Commerce, Govt. of A.P.

PS to Chief Secretary to Govt., A.P. Secretariat.

PS to Secretary to Govt. & CIP, Ind. & Com. Dept., A.P. Secretariat.

SF/SC.

//FORWARDED : : BY ORDER//

SECTION OFFICER