# WELCOME GOVERNMENT OF TELANGANA



#### **COMMISSIONERATE OF INDUSTRIES**

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## **Industrial Policy**

#### **OBJECTIVES:-**

- To promote Telangana State as "THE BEST" investment destination
- To Establish "Made in Telangana-Made in India" as a brand with high global recognition
- The industrial policy framework will be driven by the slogan-"In Telangana-Innovate, Incubate, Incorporate".
- Minimum inspection and maximum facilitation
- Zero graft and zero tolerance to corruption

## Strategies

- Land Bank
- Uninterrupted Power Supply
- Allocation of 10% water in all irrigation sources exclusively for industries
- Quality Infrastructure
- Effective Clearance Mechanism
- Incentivisation of Investments
- Thrust Sectors-Sector Specific Policies
- Industrial Corridors

## TS-iPASS Act

- TS-IPASS stands for "Telangana State Industrial Project Approval and Self Certification System Act, 2014" (Act No.3 of 2014).
- Enacted on 3<sup>rd</sup> December,2014, for implementing effective industrial clearance mechanism in the state.

## How is TS-iPASS unique?

- Single-point TS-iPASS approval based on self-certification by the applicant
- Processing of all types of clearances within 30 days of receipt of application
- In-Prinicple approval for Mega Projects (> Rs.200 Cr.) within 15 days
- Common application form
- Grievance Redressal Mechanism
- Right to clearances
- Penalty to the officer who fails to issue the clearance within the time limits
- End to End Online System

## Objectives:

Minimum inspection & maximum facilitation

Single point clearances

Speedy & hassle- free processing of clearances

Create investor friendly environment

Ensure early commercial production of projects

### Addition of New Services.

• In addition to 24 pre establishment approvals , 4 Approvals from Labor Dept are included, making total pre – establishment approvals to 28 under ambit of TS-iPASS.

Approval Name	Department
Registration of Principal Employer's establishment under provision of The Contracts Labor (Regulation and Abolition) Act, 1970	LET&F
License for contractors under provision of The Contracts Labour (Regulation and Abolition) Act, 1970	LET&F
Registration under The Building and Other Construction Workers (Regulation of Employment and Conditions of Service) Act, 1996	LET&F
Registration of Establishment under Inter State Migrants Workmen (RE&CS) Act,1979	LET&F

• Similarly, in addition to 6 pre-operational approvals, 2 approvals pertaining to Labor and 1 pertaining to Legal metrology are included making total pre – Operational approvals to 9 under ambit of TS-iPASS.

Registration under the Legal Metrology Act, 2009	Consumer
	Affairs, Food &
	Civil Supplies
Registration under Shops and Establishments Act	LET&F
Registration of Establishment under the Inter State Migrants Workmen (RE&CS) Act, 1979	LET&F

Also, the Renewals pertaining to Pollution control board, Factories and Boilers Dept's are included under ambit of TS-iPASS.

Renewal of Registration under Shops and Establishments Act	LET&F
Renewal of Consent for Operation(under Water Act 1974 and Air Act 1981) by TSPCB	EFS&T
Renewal of factory License	LET&F
Renewal of Boilers License	LET&F

### TS-iPASS

Speedy processing for issuance of various licenses/ clearances/ approvals

#### Before TS-iPASS

TS-iPASS

- 1. Separate application to be filled up and submitted at department for each approval.
- Single common application form for all state level approvals and submitted online. The same is processed by all departments.
- 2. Bulky physical application involving up to 100+ documents to be submitted
- 2.Rationalised attachments being sought by departments. Now, only 12 documents required for all approvals
- 3. Payments only cash/ DD/ challans that necessitated visit to different offices.
- 3. Easy and safe online payments

- 4. Multiple visits to the departments
- 4. Zero visits needed. End-to-end solution. Approvals can be downloaded online.

### TS-iPASS

Speedy processing for issuance of various licenses/ clearances/ approvals

Before TS-iPASS

TS-iPASS

- 5. Delay in processing of approvals by various departments since departments insisted on NoC from other Departments to process approvals
- 5. Approvals for Mega projects within 15 days and for any other projects within a maximum time period of 30 days. Process initiated based on self-certification and all Departments process simultaneously.

6.Limited accountability of services and no tractability of status

- 6. Tracking of application is available. Toll free number to interact and track status is provided.
- 7. Shortfalls/Queries being asked by different departments at different times and many a times more than once, by the same department.
- 7. Shortfalls/queries can be raised only once by any department, that too within 3 days of online application.

8. Limited inter-departmental coordination.

8. Higher inter-departmental integration

### TS-iPASS

Speedy processing for issuance of various licenses/ clearances/ approvals

Before TS-iPASS

TS-iPASS

9. Numerous inspections by several departments.

9. Self / Third Party Certifications & Joint Inspections under various acts.

- 10. No consequences for delays in the service delivery
- 10. Grievance addressable system with clear penalties against officers causing delay.

- 11. No provision for deemed approval
- 11. Deemed approval in case of delay by departments.

12.No penalty for official delay in according approval

12. Penalty imposed on official for delay in issuing approval.

## Ease of Doing Business

- Ranked 1<sup>st</sup> in the Country for the year 2016
- Total score is <u>98.78%</u>
- 324 reform initiatives approved out of 340.
- 12 reforms is Not Applicable to the state
- 4 initiatives not approved.

### Efforts Put-in

- 66 rounds of meetings held at state level over last 9 months.
- Number of Departments involved: 22
- Legislations amended is 26
- Number of GOs issued: 58
- Number of Circulars issued: 121
- Number of portals created / updated: 19
- Number of online services launched: 113
- Highest number of services launched: Labour Dept (22 services)

### **EoDB Reforms**

Categorization of Risk – Low, Medium and High

- Low risk Exempted from inspections
- Medium risk- 3<sup>rd</sup> party inspections
- High risk Departmental inspections

Targeted inspections – Effective utilization of manpower

Depts: PCB, Labour, Boilers, MAUD, CT etc.,

Long term gain: Departments have begun to take a critical look at necessity of inspections. Industries department have done away with 90 % of inspections

### **Labor & Factories**

- Computerised scheduling inspections & Randomised allocation of Inspectors
- Inspection Report to be uploaded by the Inspecting Officer within 48 hours
- Joint Inspections: Synchronised/Joint inspections will be carried under 10 Acts (including labour and factories act) this is a major relief to Ind. units.
- For Factories Licence now can be renewed in one go with a validity up to 10 years – a major relief to units.

### Self certification

- Labour & Factories, PCB, CT -Voluntary selfcertification scheme
- Boilers: Third party certification of boilers through competent persons
- Forest:
  - For felling exempted trees, the owner can opt for selfcertification,
  - For non-exempted trees, in case, there is no intimation to owner within 3 days of application, it shall be deemed that the applicant is authorized to fell the trees as requested.

### **Others**

- Fire: NOC not required for residential buildings <18 meters; <15m for commercial buildings, <6 m for public conglomeration building
- Registration & Stamps: eSTAMP (e-Stamp duty in Telangana – Assessment, Management & Payment System)
- Commercial Tax: A Single Tax ID for filing of returns
- Telangana State Pollution Control Board
  - Exemption to green industries from any inspections.
  - Renewal period increased from 1 year to 5 years through auto renewal mode.
  - Third party certification introduced for medium risk industries and self-certification for low risk industries

