**THE KARNATAKA PLANTERS’ ASSOCIATION**

**CHIKMAGALUR**

Cir. No. Gen 10 /2014-15 19th January 2015

All Ordinary Members and Managers of Member Estates,

and Coffee Curing, Exporting and members engaging in Roasting & Grinding.

**INTEGRATED COFFEE DEVELOPMENT PROJECT (ICDP) SUBSIDY SCHEME OF THE COFFEE BOARD UNDER THE XII PLAN.**

This is to bring to the kind notice of members that the Government of India has approved the Integrated Coffee Development Project (ICDP) during the five year period during the XII plan of the Coffee Board.

The following are the salient features of the various schemes under the project in brief. Members are requested to refer to the attachment for precise details.

**Effective Date:**

 The project shall be effective from 1st April 2014.

The applications received on or after 1st April 2014 shall be settled as per the XII plan modalities/ Norms.

The applications received on or before 31st March 2014 shall be settled as per the XI plan modalities/ Norms.

**General conditions applicable to all the Schemes:**

**1.** The Application should be submitted in duplicate along with the records in

 support of the claim as mentioned in the respective schemes.

2. The applications along with records should be submitted to Senior / Junior

 Liaison Officers in the area in which the estates are located who will

 Scrutinize the applications, conduct field visit and thereafter forward the

 applications to Deputy Director (Extn) of the concerned district.

3. The Deputy District (Ext’n) after scrutinizing the claim and records will decide

 Admissibility of the claim.

4. This circular only informs the salient and important points of the ICDP scheme. For detailed information regarding procedure for submitting the claim, documents to be annexed, eligibility, etc. under each scheme please refer to the attachment 2 and 3.

**2. Schemes:**

**1. Replantation:**

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| Sl. No.  |  Details  |  Information  |
|  |  Applicability  | All categories of growers including Corporate and Co-operatives.  |
|  | Scale of subsidy  | i). Up to 2 Ha. : 40% of Unit cost. ii). More than 2 Ha. up to 10Ha : 30% of unit cost. iii). Above 10 Ha./Corporate/Cooper: 25% of the unit cost.  |
|  3. | Unit Cost (Per Ha)  | Arabica: Rs. 1,75,000. / Robusta: Rs. 1, 25,000. |
|  4. | Important condition | Re-plantation of cleans or inter planting of existing old / senile and low productive Arabica (25 Years / Dwarf variety 15 Years) and Robusta (40 Years) coffee. |
|  5. | Documents to be produced.  | 1. Application in Duplicate 2. Photo I.D. card3. Patta / Khatha with RTC of all Sy. Nos. 4. Copy of GPA (If Applicable)  |

**2. Quality Up-gradation – Eco Pulpers:**

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| Sl. No.  |  Details  |  Information  |
|  1. | Objective  | Protection of environment in coffee areas for avoiding pollution by adopting eco-friendly pulpers and to implement pollution Board standards norms.  |
|  |  Applicability  | All categories of growers, individuals and joint holdings, Corporate, collectives and Co-operatives.  |
|  | Scale of subsidy  | 40% of Unit Cost subject to maximum of Rs. 5 Lakhs.  |
|  3. | Unit Cost (Per Ha)  |

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| --- | --- | --- | --- |
| Size ofHolding(In Ha)  | Capacity(Kgs/Hour) | Total unit cost(In Rs.) | Subsidy Amount(In Rs.) |
| 10 to 25 | 1000 to 2,000 | 12 Lakhs | 4.80 Lakhs |
| Above25 Ha.  | 2,500 | 15.20 Lakhs | 5.00 Lakhs. |

For ETP Lagoons See Table at Page 28 of the modalities.  |
|  4. | Important conditions | 1. Pulpers consuming less than 1 Lt/Kg. water of Arabica & less than 1.5 Lts/Kg of Robusta fruits are only considered as eco pulpers. 2. If for ETP it should comply with norms of CPCB. 3. Growers availing subsidy for conventional pulpers not eligible.4. Growers who have received subsidy during last 10 years are not entitled.  |
|  5. | Documents to be produced.  | 1. Application in duplicate 2. Photo I.D. card3. Patta / Khatha with RTC of all Sy. Nos. 4. Copy of GPA (If Applicable) 5. Plan & estimation of ETP. 6. Invoice / Original Quotation of Eco Pulper.  |

**3. Water Augmentation:**

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| Sl. No.  |  Details  |  Information  |
|  |  Applicability  | All individual holdings, family Joint holdings, (Mother, Father, wife & dependent Children) and Partnership Firms up to 20 Ha. Corporate and Co-operatives not Eligible  |
|  | Scale of subsidy  | 25% of Unit cost subject to maximum of 2.50 Lakhs per beneficiary for all components put together.  |
|  | Items available  | Water tank, Open well with pump set, Ring well with pump set and Bore well with submersible pump **with Drip or Sprinkler Irrigation.**  |
|  4. | Unit Cost (Per Ha)  | Varies. Please refer to Tables WAS 1(Tanks), WAS 2(Sprinkler /Drip) and WAS 3 (Bore Well /Open Well/ Ring Well) at pages 12, 13 and 14 of Modalities.  |
|  5. | Important condition | Grower should not have benefitted regarding same activity during past 10 years. Please refer to illustration at Page 11 Para 3.21.1.vi. Eligibility |
|  6. | Documents to be produced.  | 1. Application in duplicate 2. Photo I.D. card3. Patta / Khatha with RTC of all Sy. Nos. 4. Copy of GPA (If applicable) 5. Plan and estimation 6. Quotation 7. Rough sketch of place, Etc.  |

**4. Quality Up gradation:**

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| --- | --- | --- |
| Sl. No.  |  Details  |  Information  |
|  |  Applicability  | All individual holdings, Family Joint holdings, (Mother, Father, wife & dependent Children) and Partnership Firms up to 20 Ha. Corporate and Co-operatives not Eligible  |
|  | Scale of subsidy  | 25% of Unit cost subject to maximum of 2.50 Lakhs per beneficiary for all components put together.  |
|  | Items available  | Conventional Pulping Units, Store House/Go down /**Mechanical Drier (Electric or Diesel motive Power) or Drying yard.**  |
|  4. | Unit Cost (Per Ha)  | Varies. Please refer to Tables QUP 1 to 7 at pages 17 to 20 of the Modalities.  |
|  5. | Important condition | 1. Those availing subsidy for ECO PULPERS are not entitled for subsidy under this scheme. 2. Grower should not have benefitted regarding same activity during past 10 years. |
|  6. | Documents to be produced.  | 1. Application in duplicate 2. Photo I.D. card3. Patta / Khatha with RTC of all Sy. Nos. 4. Copy of GPA (If applicable) 5. Plan and estimation 6. Quotation 7. Rough sketch of place, Etc.  |

**5. Support for Mechanization of Coffee Estate Operations:**

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| Sl. No.  |  Details  |  Information  |
|  |  Applicability  | Individuals /Holdings of joint ownership/ SHG / Grower groups/ Grower collectives/ Corporate/ Non tribal NTA growers.  |
|  | Scale of subsidy  | i). Up to 20 Ha : 50%, Max ceiling Rs. 2.00 L. ii). More than 20 Ha: 25% Max ceiling 4.50Liii). SHG: 50% max. ceiling Rs. 5.00 L.  |
|  3. | Machineries and theirEligibility.  |

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| **No.** |  **Machineries**  | **Eligibility** |
|  1. | Weed / Brush cutter | 1 Per 4 Ha.  |
|  2. | Telescopic Pruner  | 1 Per 4 Ha.  |
|  3. | Pit digger  | 1 Per 20 Ha.  |
|  4. | Hand held,Battery operated coffee harvester.  | 1 Per 2 Ha.  |
|  5. | Sprayers  | 1 Per 4 Ha.  |
|  6. | Power chain saw | 1 Per 10 Ha.  |
|  7. | Green Cherry separator. (Not available as no supplier has come forward for empanelment.)  | 1 up to 10 Ha.  |
| 8. | Power tiller with /without trailer.  | 1 per holding of 2 Ha and above.  |
|  9. | Mini tractor with/without trailer.  | 1 Per holding of 4 Ha. and above. |
|  |  |  |
| 10. | Mini transporter / Rubberized track carrier.  | 1 per holding of 4 Ha and above.  |

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|  4. | Important condition | Growers who have received subsidy for item Nos. 8, 9, and 10 under XI plan will not be eligible under XII plan.  |
|  5. | Documents to be produced.  | 1. Application in Duplicate 2. Photo I.D. card3. Patta / Khatha with RTC of all Sy. Nos. 4. Copy of GPA (If Applicable) 5. Original Invoice /Bill with TIN 6. RC copy. 7. Bank pass book with IFSC code.  |

**6. Eco Certification:**

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| Sl. No.  |  Details  |  Information  |
|  |  Applicability  | Individual holdings up to 20 Ha and groups of small growers (SHG, collectives) who obtain certification for various sustainability and quality standards.  |
|  | Scale of subsidy  | 50% of Certification costs subject to Maximum of Rs. 50,000/.  |
|  | Items available  | Organic, Fair Trade, Rainforest Alliance, UTZ Certified, Bird friendly / Shade grown coffee standards or as notified by the Coffee Board. |
|  5. | Important condition | The Certificate to be obtained only from the Certification Agencies accredited by the Certification Programmes. |
|  6. | Documents to be produced.  | 1. Application in Duplicate 2. Photo I.D. card3. Patta / Khatha with RTC of all Sy. Nos. 4. Copy of GPA (If applicable) 5. Invoice/Bill 6. Proof of payment 7. Bank Pass book with IFSC code, etc.  |

**7. Interest subsidy:**

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| Sl. No.  |  Details  |  Information  |
|  |  Applicability  | Growers owning up to 20 Ha who avail crop loans from commercial Banks for the period 2014-15, 2015-16 and 2016-17.  |
|  | Scale of subsidy  | 5% interest subsidy provided the rate of interest after availing interest subsidy shall not be lower than 4%. Maximum limit is Rs. 80,000 for Arabica and Rs. 60,000 for Robusta per beneficiary during each financial year.  |
|  5. | Important condition | Grower should not have benefitted regarding same activity during past 10 years. Please refer to illustration at Page 11 Para 3.21.1.vi. Eligibility |

**8. Rainfall Insurance Scheme:**

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| Sl. No.  |  Details  |  Information  |
|  |  Applicability  | Applicable to all Growers. However, premium subsidy is available to growers up to 10 Ha. As below.Other growers have to pay full premium.  |
|  | Scale of subsidy  |

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| --- | --- | --- | --- |
| Category  | GOI | GOK | Grower contribution |
| SC/ST small growers |  60%  | 25% | 15% |
| Other small growers up to 10 Ha.  |  50%  |  25% |  25%  |

 |
|  | Options to choose and risk cover.  | 1. Blossom Shower – Covers risk against deficit rain.2. Backing Shower – Covers risk against deficit rain.3. Monsoon Shower – Covers risk against excess rain.4.Post monsoon shower - ,,  |
|  | Sum insured (In Rs./Ha.)  |

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| --- | --- | --- | --- |
| **S. No.**  |  **Phase**  |  **Arabica**  | **Robusta**  |
|  1. | Blossom  | 10,000  | 8,000  |
|  2. | Backing  |  6,000 | 4,000 |
|  3. | Monsoon  | 14,000 | 10,000 |
|  4. | Post Monsoon | 10,000 | 8,000 |
|  **Total**  | 40,000 | 30,000 |

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|  5. | Premium  | Varies from Zone / Sub zone to Zone /Sub Zone. Please refer to sample premium table at Page 63 and contact agricultural Insurance company /Agents for detailed premium for a particular area. |
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**9. Export Promotion:**

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| Sl. No.  |  Details  |  Information  |
|  | Eligibility | All the Registered Coffee Exporters with Coffee Board holding valid registration.  |
|  | Scale of Incentive  | i). Rs. 3/ Kg. for export of Value Added Coffees in retail consumer packs exported as ‘India Brand’, calculated on Green Coffee utilized for its preparation at 2.6 kg for Instant / Soluble coffee and 1.19 kgs for Roasted coffee seeds and R & G Coffees. ii) Rs. 2/Kg. Export incentive for export of High Value Green Coffee to far off high value markets viz., U.S.A., Canada, Japan, Australia, New Zealand, South Korea and Finland and Norway. \*  |
|  3. | Important condition | \*Selection of high value markets subject to review on export performance on completion of 2 years. Other conditions refer to pages 71 to 73.  |

**Support for Value Addition:**

**10. Support for Coffee Curing Works:**

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| Sl. No.  |  Details  |  Information  |
|  | Eligibility | All Coffee Curing Works holding valid license from the Coffee Board irrespective of ownership. The subsidy under this scheme is not available along with other subsidy of the Coffee Board.  |
|  | Scale of subsidy( Capacity/Unit ) | 25% of the machineries purchased and installed subject to ceiling 50 Lakhs per curing works which shall include: Basic price, duties, Govt. levies (excluding VAT), packing, transportation, insurance, installation and commissioning charges, etc.  |
|  | Items eligible for subsidy | 1)Pre-cleaner/Vibro Cleaner 2) De-stoner3) Aspiration system for the De-stoner 4) Huller5) Peeler cum polisher 6) Cascade aspirator7) Vibro grader 8) Gravity Separator9) On-line Silo Graded Coffee Handling System10) Central Aspiration System11) Colour sorting machine with accessories12) Coffee Dryer 13) Husk Silo14.Weighing & Bagging System15) Bulking & Container Loading System16) Moisture Meter.The machineries should be newly purchased and of different makes and specifications available in the market, both indigenous and imported. |
|  3. | Documents  | 1. Photo i.d. 2. Original Tax invoice /Bill 3. Copy of warranty 4.Notary copy of lease/rent agreement 5. Photos of new /Existing Machinery 6. Bank Pass Book with IFSC code7. License from: a) Local / Municipality /Corporation. b) Curing license issued from Coffee Board. c) Consent from State Pollution Control Board.d) Department of Industriese) Department of Labour.  |

**11. Support to Roasting & Grinding units.**

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| Sl. No.  |  Details  |  Information  |
|  | Eligibility | Individual units, Partnership firms, Self-Help-Groups / Growers’ collectives/ cooperatives and Corporate interested to establish coffee roasting units / Existing units proposing to modernize with new automated / energy savings / eco-friendly machinery.  |
|  | Scale of subsidy( Capacity/Unit ) | i). Large units with 25Kg/Batch: 25% machinery cost  with ceiling 50 Lakhs.ii). Small units less than 25Kg/Batch: 25% machinery  cost with ceiling 50 Lakhs.iii). SHG / Women / SC/ ST: 40% machinery  cost with ceiling 50 Lakhs.iv). Small commercial gourmet units less than 10 kg :  35% machinery cost with maximum ceiling of Rs.10 lakhs.  |
|  3. | Documents  | 1. Photo i.d. 2. Original Tax invoice /Bill 3. Copy of warranty 4.Notary copy of lease/rent agreement 5. Photos of new /Existing Machinery 6. Bank Pass Book with IFSC code.  |

**12. Subsidy for Gap / Vacancy Filling: (Attachment No.2)**

(Support for Gap / Vacancy filling in the estates due to removal of white Stem Borer

infested plants for planting season 2014-15 and 2015-16. )

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| Sl. No.  |  Details  |  Information  |
|  | Eligibility | All categories of growers including Corporate and Co-operatives.  |
|  | Scale of support  | Total number of gaps / vacancies filled subject to minimum 25% vacancies in a given block in a given estate should be converted in terms of area byconsidering existing spacing as depicted in that block and subsidy shall be calculated andpaid as per the norms of XII plan. replantation sub-component under the component "Development Support for Traditional Areas". |
|  | Important condition.  | The subsidy for vacancy filling is admissible only when the number of vacancies filled in Arabica coffee is of an extent of 25% or more in a given block.Subsidy is eligible only for the actual extent of area calculated based on the actual number of gaps/ vacancies filled during 20l4 and 2015 seasons'Gaps / vacancies filled in Robusta blocks and gaps / vacancies filled in Arabica blocks filled with Robusta are not eligible.Age of the plants existing in the estate is not the criteria for considering for subsidy.  |
|  3. | Documents  | 1. Photo i.d. 2. Original Tax invoice /Bill 3. Copy of warranty 4.Notary copy of lease/rent agreement 5. Photos of new /Existing Machinery 6. Bank Pass Book with IFSC code.  |

 For more and precise further details you may also contact your nearest Junior Liaison Officer / Senior Liaison Officer in your area or Deputy Director (Extension) in the District.

 The details of the ICDP are also uploaded on the Coffee Board website which you may visit and down load.

Link:

<http://www.indiacoffee.org/modalities-implementation-support-schemes.html>

**Path:**

Coffee Board Home Page – Schemes - XII Plan Schemes - Modalities for Implementation of Integrated Coffee Development Project XII P

Members are requested to utilize the benefit of the ICDP scheme.

 ANIL SAVUR D.

 Secretary

Enc: As above.

Copy to:

 The Secretary General, UPASI

 The Secretaries, APK, PAT & CPA.