

No. PD-19017/1/2016-PD-VI
Government of India
Ministry of Shipping
New Delhi

Transport Bhavan,
1, Parliament Street, New Delhi,
Dated: 8th Aug, 2016

To,

As per list

Subject: Central Sector Scheme for providing financial support to Major/Non-Major Ports/State Governments for creation of infrastructure to promote movement of cargo/passengers by sea/National Waterways – reg.

Sir/s,

I am directed to convey that Government has approved a revised Central Sector Scheme for providing support to Major/Non-Major Ports/State Governments for creation of infrastructure to promote movement of cargo/passengers by sea/National Waterways. The revised scheme would be administered by Ministry of Shipping. The assistance under the Scheme would be governed by following conditions:-

- A. Financial assistance under the Scheme would be given only for (a) construction/upgradation of (i) exclusive coastal berths for coastal cargo (ii) berths/Jetties for passenger ferries in Major/ Non-Major Ports (b) construction of platforms/ jetties for hovercrafts/ seaplanes by Ports (Major Ports, Non-Major Ports/State Governments) in port waters and (c) construction of berths/jetties in National Waterways and Islands by State Governments concerned (iv) mechanization of costal berths for Major Ports and Non-Major Ports (v) capital dredging grant for operating Non-Major Ports, and (vi) construction of breakwater for existing and Greenfield ports
- B. Financial assistance would be upto 50% of the total cost of the project subject to (i) a maximum of ₹ 25 crore for projects relates to construction/upgradation of coastal berths by Major/Non-Major Ports, (ii) a maximum of ₹ 10 crore for construction of platforms/jetties for hovercrafts & seaplanes by Ports/State Governments & passenger jetties in National Waterways and islands by State Governments, (iii) a maximum of ₹ 15 crore for mechanization of berths by Major/Non-Major Ports (iv) a maximum of ₹ 50 crore for capital dredging of operational Non-Major Ports ; and (v) a maximum of ₹ 50 crore for construction of breakwater for existing and

Greenfield Ports. The balance expenditure has to be incurred by the respective ports/concerned State Government from their own resources.

- C. 50% of the Government's share will be disbursed upon approval of the proposal submitted by the Major Port/Non-Major Port/State Government. Remaining 50% of the Central Government share shall be released upon completion of the work subject to submission of Utilization Certificate of earlier released amount and the completion certificate which must be countersigned by third party monitor.
- D. The concerned Major Port/Non-Major Port and State Government seeking assistance under the scheme will formulate a proposal and submit it with Project documents viz. TEF, DPR etc., Administrative Approval, confirmation of 50% funding by them etc. duly approved by competent authority and send it to Ministry of Shipping for approval/release of funds. Non-Major Ports will submit proposals through State Maritime Boards or Port Department of Maritime States.
- E. Major Port/Non-Major Port and State Government provided assistance under the scheme would appoint a third party monitor. Third party monitor would be appointed from the approved panel maintained by Indian Port Association (IPA) for the purpose. The third party monitor would furnish periodic status reports to both the Ports/ State Governments and Ministry of Shipping and also countersign the completion certificate. The expenditure on account of appointing third party monitor will be borne by respective Major Port/Non-Major Port/State Government seeking financial assistance.
- F. The Coastal Berth Scheme will apply to State Maritime Boards/State Governments. In case private ports are selected by State Maritime Boards/State Governments through open transparent bidding and license is given to private ports by the State Governments, the support under the proposed scheme would be limited upto the amount of assistance permitted as per Department of Economic Affairs VGF scheme guidelines dated 23/01/2006. During the selection of concessionaire the benefits under the scheme shall be informed upfront to bidders. However, the scheme will not be applicable to existing private ports.
- G. Coastal berths proposed to be constructed under the Scheme should preferably be outside custom bound area so that they can be notified as exclusive coastal berths.
- H. Breakwater and capital dredging proposals of Coastal Ports (not dealing with EXIM Cargo) will be given preference and it should be based on model

studies from reputed institutions. The cost of maintenance dredging if any and O&M cost of equipments should be borne by the ports.

- I. The assets created under the scheme will be maintained by respective ports. No assistance would be provided under the Scheme for maintenance of capital assets created under the Scheme.
- J. No assistance will be provided for deployment of manpower.
- K. The projects funded from the scheme would be implemented by respective ports/ State Governments.
- L. The beneficiary Major Port/Non-Major Port/State Government will host the project details on the website of the Ministry of Shipping in a separate window to be created for the purpose. The progress of the project would be updated on monthly basis.
- M. Procedures being followed for securing other port infrastructure against nature/mandate disasters like floods, cyclones, earthquakes, tsunamis, etc., will also be followed in respect of infrastructure created under the scheme.
- N. The financial assistance (grant-in-aid) given under the Scheme is subject to audit by the CAG of India.
- O. These guidelines supersede the earlier guidelines on the subject issued vide this Ministry's letter number 16(35)/2012-PD-VI dated 08.09.2015.

Yours sincerely,



(Devendra Kumar Rai)

Director

Tel. No. 23719312

Copy to:

1. Pay & Accounts Officer, Ministry of Shipping, Jamnagar House, New Delhi
2. NITI Aayog (Sh. Amit Bhardwaj, SRO), New Delhi
3. Deptt. of Expenditure (Director, PF-II Division), North Block, New Delhi
4. IFW, Ministry of Shipping
5. Indian Ports Association with the request to display the panel of independent engineers referred to in para 1 (5) above on its website to enable beneficiaries under the scheme to appoint third party engineer for certification of work under the scheme.

Copy also forwarded to information to:

1. All Dirs/ DSs/USs of Ports Wing, Dir(IWT), US(IWT), Coastal Shipping Cell.
2. PPS to Secretary (S)
3. PS to AS(S)
4. PS to JS(P)
5. PS to JS(S)
6. PS to JS(SM)

1. The Chairman, Kolkata Port Trust, 15, Strand Road, Kolkata – 700 001
2. The Chairman, Paradip Port Trust, P.O. Paradip Port, Distt. Jagatsinghpur, Odissa – 754142
3. The Chairman, Visakhapatnam Port Trust, Port Area, Visakhapatnam – 530035
4. The Chairman, Kamrajar Port Limited (KPL), No. 23, First Floor, PT Lee Chengalvaraya, Naicker Maaligai, Rajaji Salai, Chennai-600 001
5. The Chairman, Chennai Port Trust, 1, Rajaji Salai, Chennai
6. The Chairman, V.O. Chidambaranar Port Trust, Bharati Nagar, Tutucorin-628004
7. The Chairman, Cochin Port Trust, Willingdon Island, Cochin-682009
8. The Chairman, New Mangalore Port Trust, Panambur, Mangalore-575010
9. The Chairman, Mormugao Port Trust, Headland Sada, Goa – 403 804
10. The Chairman, Jawaharlal Nehru Port Trust, Administrative Building, sheva, Navi Mumbai – 400 007
11. The Chairman, Mumbai Port Trust, Port House, Shoorji Vallabhdas Marg, Mumbai-400001
12. The Chairman, Kandla Port Trust, Business Development Cell, Post Box No.50, Administrative Building, Gandhi Dham, Kutch-370 201
13. The Chief Executive Officer, Maharashtra Maritime Board, 3rd Floor, Ramji Bhai Kamani Marg, Ballard Estate, Mumbai – 400 038
14. Principal Secretary/Vice Chairman & Chief Executive Officer, Tamil Nadu Maritime Board, No. 171, South Kesavaperumal Puram, Off Greenways Road, Raja Annamalai Puram, Chennai – 600 028
15. Vice Chairman & Chief Executive Officer, Gujarat Maritime Board, Sagar Bhawan, Sector 10-A, Gandhinagar – 382010
16. Secretary (Energy, Infrastructure & Investment & Ports), Government of Andhra Pradesh, Secretariat Office, FDC Complex, Opposite Mahaveer Hospital, A.C. Guards, Hyderabad
17. Principal Secretary to the Govt. of Karnataka, Department of Ports & IWT, Govt. of Karnataka, Public Works Department, 3rd Floor, Vikasa Soudha, M.S. Building, Dr. Ambedkar Road, Bangalore-560 001
18. Secretary, Department of Ports, Govt. of Puducherry, Puducherry-605001
19. Principal Secretary, Department of Ports, Govt. of Kerala, Thiruvananthapuram-695001
20. Chief Secretary (Ports), Andaman & Nicobar Islands, Port Blair – 744101
21. Secretary (Ports), Govt. of Goa, Dayanand Bandokar Marg, Panaji, Goa
22. The Administrator, UT of Daman & Diu and UT of Dadara Nagar Haweli, Daman
23. The Commissioner-cum-Spl Secretary to the Govt, of Odisha, Secretariat, Bhuivaneswar
24. Chief Secretary, Govt. of West Bengal, 'NABANNA' HRBC Building, 325, Sarat Chatterjee Road, Howrah – 711102
25. The Administrator, UT of Lakshadweep, Kavaratti
26. Additional Chief Secretary (Transport & Ports), 2nd Floor, Home Department, Mantralaya, Mumbai – 400 032

27. Principal Secretary (Ports & Transport Deptt.), Block-2, 2nd Floor, Sachivalaya, Gandhinagar-382010
28. Principal Secretary (Highways & Minor Ports), Sectt. 5th Floor, Chennai-9
29. Chief Secretary, Govt. of Bihar, Old Secretariat, Patna-800015
30. Chief Secretary, Govt. of Uttar Pradesh, Secretariat, Lucknow-226001
31. Chief Secretary, Govt. of Assam, Assam Sachivalaya, Block-C, 3rd Floor, Dispur, Guwahati-781006
32. Chief Secretary, Arunachal Pradesh Civil Secretariat, Govt. of Arunachal Pradesh Civil Secretariat, Itanagar -791111
33. Chief Secretary, Govt. of Manipur, Manipur Secretariat, Imphal-790001
34. Chief Secretary, Govt. of Mizoram, Block C, Civil Secretariat, Aizawal-796001
35. Chief Secretary, Govt. of Tripura, Civil Secretariat, Agartala-799001
36. Chief Secretary, Govt. of Nagaland, Nagaland Civil Secretariat, Kohima-790001