GOVERNMENT OF INDIA MINISTRY OF MICRO, SMALL AND MEDIUM ENTERPRISES

RAJYA SABHA UNSTARRED QUESTION No. 2655 TO BE ANSWERED ON 24.03.2025

BUDGETARY ALLOCATION TO STATES FOR DEVELOPMENT AND PROMOTION OF MSMEs

2655. SMT. RAJANI ASHOKRAO PATIL:

Will the Minister of MICRO, SMALL AND MEDIUM ENTERPRISES be pleased to state:

- (a) the amount of budgetary allocations to each State for the development and promotion of Micro, Small and Medium Enterprises (MSMEs) during the last five year;
- (b) steps that are being taken by Government to improve financial relations with States regarding the access to credit and market linkages for MSMEs; and
- (c) the details of financial aid provided to States for the creation of MSMEs clusters and industrial parks during the last five years in the State of Maharashtra?

ANSWER

MINISTER OF STATE FOR MICRO, SMALL AND MEDIUM ENTERPRISES (SUSHRI SHOBHA KARANDLAJE)

- (a): All schemes being implemented by the Ministry of Micro, Small and Medium Enterprises (MoMSME) are Central Sector Schemes. Therefore, no State-wise budget allocation is made for the development and promotion of Micro, Small and Medium Enterprises (MSMEs).
- (b): The Ministry of MSME launched a World Bank supported Central Sector Scheme "Raising and Accelerating MSME Performance" (RAMP), on 30th June, 2022 with a budget outlay of Rs.6062.45 crore. The programme aims at strengthening Institutions and governance at the Centre and State-level, improving Centre-State linkages and partnerships, improving access to market and credit, addressing issues of delayed payments and greening and of MSMEs and promoting guarantees to women entrepreneurs. In addition to building the MoMSME's capacity at the national level, the RAMP program aims to scale up implementation capacity and MSME coverage in the States, and enhance outreach of existing schemes of the Ministry. An Important component of RAMP is preparation of Strategic Investment Plans (SIPs). All States/UTs have evinced interest to participate in the RAMP Programme. The SIPs include a plan for identification of key constraints and gaps, set milestones and project the required budgets for interventions in priority sectors including renewable energy, rural and non-farm business, village and cottage industries, women enterprises etc. Thus far, 34 States/UTs have prepared and submitted SIPs to the Ministry a total grant of Rs. 3146 Cr towards projects contained in the SIPs has been approved.
- (c): Ministry of MSME implements two Schemes (i) Micro and Small Enterprises-Cluster Development Programme (MSE-CDP) and (ii) Scheme of Fund for Regeneration of Traditional Industries (SFURTI) for promotion of MSME clusters.

MSE-CDP is a demand driven scheme and the Ministry receives proposals from State Governments based on their need. During the last five years, financial aid of Rs. 719.49 Cr was provided to States/UTs and financial aid of Rs. 143.05 Cr was provided to the State of Maharashtra.

Under SFURTI, the funds are provided in the form of Government of India (GoI) assistance for approved clusters across various districts in India. During the last five years, a total GoI assistance of Rs. 1141.44Cr has been given for approved clusters to States for the creation of MSMEs clusters (Details at *Annexure-II*) and Rs.62.24 Cr for the 23 clusters approved in the state of Maharashtra (Details at *Annexure-II*).

Annexure referred to in reply to part (c) of the Rajya Sabha Unstarred Question No. 2655 for answer on 24.03.2025.

Gol Assistance to States under SFURTI for last 5 Years

S. No.	State	GoI Assistance (Rs. in Lakhs)
1	Andhra Pradesh	3823.68
2	Arunachal Pradesh	489.28
3	Assam	6505.28
4	Bihar	2678.57
5	Chhattisgarh	880.92
6	Gujarat	2489.92
7	Haryana	1216.03
8	Himachal Pradesh	759.76
9	Jharkhand	3556.88
10	Karnataka	6142.42
11	Kerala	997.14
12	Madhya Pradesh	10975.87
13	Maharashtra	6224.57
14	Manipur	6986.99
15	Meghalaya	1172.90
16	Mizoram	90.70
17	Nagaland	2179.84
18	Odisha	18768.24
19	Rajasthan	9007.65
20	Sikkim	901.02
21	Tamil Nadu	4142.36
22	Telangana	2817.71
23	Tripura	334.94
24	Uttar Pradesh	15171.507
25	Uttarakhand	1306.09
26	West Bengal	4524.06
_	Grand Total	114144.353

Annexure-II Annexure referred to in reply to part (c) of the Rajya Sabha Unstarred Question No. 2655 for answer on 24.03.2025.

Cluster wise GoI Assistance to Maharashtra in last 5 Years.

S. No.	Cluster Name	District	Status	Total Artisans	GoI Assistance (Rs. in Lakhs)
1	Bhadrawati Terracotta Cluster	Chandrapur	Under Implementation	201	166.85
2	Bamboo Craft Cluster Amravati	Amravati	Functional	945	356.88
3	Bhandara Forest Based Lac Processing Cluster	Yavatmal	Functional	557	269.86
4	Embroidery & Stitching Cluster Maharashtra	Chandrapur	Functional	900	336.68
5	Honey and Khawa Value added Multi Product Processing Cluster	Amravati	Functional	620	143.57
6	Jijamata Fruit Processing Cluster	Sindhudurg	Functional	523	226.12
7	Kolhapur Traditional Jewellery Cluster	Kolhapur	Functional	321	177.3
8	Paithini Saree, Embroidery and Stitching Cluster	Nasik	Functional	1022	427.29
9	Pandit Deen Dayal Upadhyay Tribal Womens Bibba Processing Cluster	Washim	Functional	951	145.1
10	Multi Product Processing Cluster	Jalna	Functional	655	228.22
11	Sakoli Bamboo Cluster	Bhandara	Functional	426	193.76
12	Spice Processing, Aurangabad	Aurangabad	Functional	950	462.63
13	Sundarban Fruit & Vegetable Processing Cluster	Pune	Functional	404	227.82
14	Sus Cotton Cluster	Pune	Functional	1075	427.8
15	Zari Embroidery and Stitching Cluster	Nagpur	Functional	408	224.61
16	Mangaon Bamboo Processing Cluster	Sindhudurg	Under Implementation	400	179.34
17	Nashik Pottery Cluster	Nasik	Under Implementation	516	343.44
18	Plush Toys Cluster	Parbhani	Under Implementation	1050	387.73
19	Solapur Broom & Allied Products Cluster	Solapur	Under Implementation	240	173.49
20	The Multi Product Cluster	Hingoli	Under Implementation	532	309.54
21	Wardha Bamboo Cluster	Wardha	Under Implementation	229	161.12
22	Dairy Development & Entrepreneurship for Farming and Landless Milk Producer Community Pavani & Lakhandur cluster	Bhandara	Under Implementation	750	412.7
23	DRAGON PALACE READYMADE GARMENT CLUSTER	Nagpur	Under Implementation	300	242.72
Total					6224.57