GOVERNMENT OF INDIA MINISTRY OF FOOD PROCESSING INDUSTRIES LOK SABHA UNSTARRED QUESTION NO: †1656 ANSWERED ON 01ST AUGUST, 2024

FINANCIAL ASSISTANCE FOR MEGA FOOD PARK

† 1656. SHRI VISHNU DAYAL RAM:

Will the Minister of FOOD PROCESSING INDUSTRIES be pleased to state:

(a) whether the Government provides financial assistance for setting up of Mega Food Parks and Food Processing units in the country;

(b) if so, the details of during the last three years and the current year, State/year-wise; and

(c) whether the Government proposes to give any concession and priority for setting up of Mega Food Parks and Food Processing units in aspiring districts and if so, the details thereof?

ANSWER

THE MINISTER OF STATE FOR FOOD PROCESSING INDUSTRIES (SHRI RAVNEET SINGH)

(a) Ministry of Food Processing Industries (MoFPI) has been implementing central sector umbrella scheme called "Pradhan Mantri Kisan Sampada Yojana (PMKSY)" since 2017-18 across the country. The basic objective of the scheme is to ensure overall development of food processing sector in the country. The scheme aims to achieve the objective by providing incentives for creation of food processing & preservation infrastructure. The PMKSY has several component schemes. Under the component scheme Mega Food Park Scheme (MFPS), financial assistance is provided for setting up of Mega Food Parks in the country. The scheme has been discontinued by the Government w.e.f. 01.04.2021 with provision for committed liabilities during 15th Finance Commission cycle. The other component schemes of PMKSY such as Agro Processing Cluster (APC), Integrated Cold Chain and Value Addition Infrastructure (ICC), Creation / Expansion of Food Processing & Preservation Capacities (CEFPPC), and Operation Greens (OG) provide for financial assistance for setting up of Food Processing Infrastructure/Units in the country.

(b) State-wise allocation of funds is not made under any component schemes of PMKSY for setting up of Mega Food Parks and Food Processing units. The details of funds allocated and actual expenditure incurred under various component schemes of PMKSY during last three years and current year are at **Annexure**.

(c) Though MoFPI does not provide concessions or accords priority for the setting up of Mega Food Parks and Food Processing units in the aspirational districts, but under the component schemes namely Cold Chain, APC, CEFPPC and OG, the following concessions

are provided for proposals received from difficult areas such as Integrated Tribal Development Project (ITDP), North Eastern Region, Hilly States etc:-

- The lower combined net worth of the applicant equal to the grants-in-aid is considered for eligibility against 1.5 times for applicants in general areas.
- Term loan from the Bank for an amount not less than 10% of the total project cost against 20% for applicants from general areas.
- Infusion of equity of at least 10% of the total project cost against 20% for applicants from general areas.
- Minimum eligible project cost of Rs.1.00 (one) crore against Rs. 3.00 crore for applicants from general areas.
- Grants-in-aid @50% of eligible project cost against @ 35% of the eligible project cost for applicants from general areas, subject to a maximum amount of Rs. 5.00 crore in case of CEFPPC scheme, Rs. 10.00 crore in case of APC and Cold Chain schemes and Rs.15.00 crore in case of OG scheme.

ANNEXURE REFERRED TO IN REPLY TO PART (b) IN RESPECT OF LOK SABHA UNSTARRED QUESTION NO. 1656 FOR REPLY ON 01.08.2024 REGARDING FINANCIAL ASSISTANCE FOR MEGA FOOD PARK.

FUND ALLOCATION AND FUND RELEASED FOR SETTING UP OF MEGA FOOD PARKS AND FOOD PROCESSING UNITS UNDER PMKSY (AS ON <u>30.06.2024)</u>

S. No.	Components of PMKSY	Financial Year	₹ in crore	
			Fund Allocated	Actual Expenditure
1.		2021-22	54.37	52.59
	Mega Food Parks Scheme (MFPS)	2022-23	24.80	22.14
		2023-24	20.66	20.64
		2024-25	24.80	0.00
		(as on 30.06.2024)		
		Total	124.63	95.37
2	Integrated Cold Chain & Value Addition Infrastructure (Cold Chain Scheme)	2021-22	263.00	225.31
		2022-23	222.34	203.06
		2023-24	175.41	175.40
		2024-25	179.80	13.63
		(as on 30.06.2024)		
		Total	840.55	617.4
3.	Creation of Infrastructure Development for Agro Processing Cluster (APC Scheme)	2021-22	53.90	49.08
		2022-23	56.55	46.82
		2023-24	51.016	39.36
		2024-25(as on 30.06.2024)	38.90	4.46
		Total	200.366	139.72
4	Creation/Expansion of Food Processing & Preservation Capacities (CEFPPC scheme)	2021-22	242.50	238.08
		2022-23	219.68	171.30
		2023-24	264.344	254.87
		2024-25(as on 30.06.2024)	271.60	2.93
		Total	998.124	667.18
5.	Operation Greens (OG Scheme)	2021-22	74.50	68.15
		2022-23	74.49	71.05
		2023-24	156.23	156.21
		2024-25(as on 30.06.2024)	173.40	29.86
		Total	478.62	325.27