



Tamil Nadu

Infrastructure

Infrastructure development

Government will take steps to upgrade infrastructure facilities in all industrial clusters, including water supply, power, communication facilities, roads, railways, etc. in order to improve the competitiveness of industry.

Public Private Partnerships (PPP)

Public-Private Partnership route to bring in greater flow of investments into industrial infrastructure is being used by TIDCO to bring in private investment in road, industrial park and SEZ development. SIPCOT will also use this model for water supply projects and development of other infrastructure.

Industrial Parks

Industrial Parks & Special Economic Zones

To make available adequate supply of developed land for manufacturing and quality space for high technology industries and startups, a land bank of 10,000 acres for industrial parks will be developed across the State over the next five years with quality infrastructure facilities, including social infrastructure like skill development centres, housing, business centres, restaurants, financial services, schools and hospitals. At least 10% of area in industrial parks developed by SIPCOT and TIDCO would be set apart for such social infrastructure. This land bank will be mostly developed in dry and barren lands. Prime agricultural lands will be avoided.

New industrial parks/SEZs or expansions of industrial parks promoted by SIPCOT or TIDCO will reserve 20% of allottable area for **SMEs**, including SME vendors to major industries in the same park.

Special Economic Zones

Tamil Nadu SEZ Act 2005 and Tamil Nadu SEZ Policy of 2003 will be reviewed and updated.

As a measure of balanced regional development, proposals for SEZs in industrially backward blocks would be encouraged and given top priority.

Industrial Park Policy

Equal treatment would be given to parks promoted by SIPCOT, TIDCO or private developers. These incentives and facilities would be available to all Special Economic Zones also.

Industrial parks meeting criteria listed and providing the basic facilities in Annexe-A would be eligible to enjoy incentives under this policy. Applications for approval would be examined and final response (approval/rejection) given in 30 days.

Private industrial parks shall purchase land directly. Lands acquired by such parks/SEZs shall be as far as possible barren, non-irrigated and dry land. Proposals with more than 10% wet lands will not be approved.

All approved industrial parks shall be eligible for following incentives:

Back-ended Industrial Park Infrastructure Grant of Rs 2 crores or 25% of the investment in eligible fixed assets, whichever is less, would be granted only for approved industrial parks 50 km away from Chennai city limits. Such industrial parks must attract at least 20 new units with investments primarily in manufacturing with a total direct employment of at least 2000. This grant may be used to fund common internal infrastructure like roads, water supply, Common Effluent Treatment Plant (CETP) or Common Hazardous Waste Treatment, Storage and Disposal Facility (HWTSDF). Environment Protection infrastructure has to be approved by TN Pollution Control Board.

Manufacturing units set up in approved industrial parks would be eligible for all subsidies and incentives applicable to manufacturing units and permissible under this industrial policy. Necessary amendments and notifications would be considered to operationalise the Industrial Township Area Development Authority Act of 1997, including permission to retain the roads and open spaces within the park and maintain them.

The Floor Space Index eligible for such parks will be on par with FSI permissible in Chennai Metropolitan area (CMDA area).

GUIDANCE bureau will serve as the single window clearance agency (as a fee based service) for all industrial parks and SEZs to guarantee speedy clearances in CMDA and non-CMDA areas.

Industrial Corridor of Excellence

In the first phase, Chennai-Manali-Ennore corridor and the Chengalpattu-Sriperumbudur-Ranipet corridor will be developed into Industrial Corridors of Excellence, with Special Economic Zones, Industrial & IT Parks, R&D institutions, Universities, social infrastructure like housing, health-care and schooling facilities. Similarly, the Madurai-Thoothukkudi and Coimbatore - Salem Corridors will also be developed. A suitable administrative arrangement shall be made for each of these corridors to carry out sustainable land use planning and zoning as well as to plan and develop infrastructure facilities, efficient transportation

systems, connectivity infrastructure, etc.

Nanotechnology Industrial Park

SIPCOT will develop a **Nanotechnology Park** on similar lines to science parks in developed countries. This park would focus on hi-tech manufacturing in semiconductor foundries, chip assembly & testing, opto-electronics, solar cell technologies and nano-technology. It will be located in about 2000 acres and will have SEZ and DTA zones. **SMEs** would be also provided space, including business incubation services. Universities, National and State Research Institutions would be encouraged to set up training, consultancy and R&D centres within this Park.

