To,

The Mission Director/Director Horticulture
State Horticulture Mission,
All States & UTs

Subject: Appraisal, Sanction and Release of funds for Project based proposals under MIDH – regarding.

Sir/Madam,

As you are aware that delegation of powers to States for sanction of project based proposals were assigned vide letter no. 45-1/2014-Hort. dated May 28, 2015 and “Guidelines and Minimum Systems Standards for Implementation in Cold Chain components” prepared by National Centre for Cold chain Development (NCCD) were also circulated vide letter no. 45-64/2010-Hort. dated May 15, 2015 which are also available on websites http://www.midh.gov.in; http://www.nccd.gov.in.

In this connection, State Horticulture Missions are advised to:

a) Publicize the assistance available under the MIDH Scheme and obtain commercially viable projects from private sector.

b) Obtain the proposal with the following documents.

   (i) Techno-economic feasibility report.
   (ii) Copy of bank sanction letter and appraisal note.
   (iii) In case of cold storage and CA store projects – Data sheet, Certificate from Engineer/Architect regarding adoption of minimum standards and protocol should be part of the project. The details like business model (rental, arbitrage etc.), backward, forward linkages, number of crops to be stored (month wise), capacity utilization vis-a-vis breakeven point and viability of the project.

c) Undertake appraisal of the project based proposal and work out unit cost as per the design and methodology indicated in the guidelines prepared by NCCD mentioned above. This would facilitate to workout capacity of each component and calculation of subsidy for all project to be sanctioned.
d) Credit linked back ended subsidy sanctioned under MIDH shall be released by SHMs in two installments based on provisions made in AAP of the State. First installment shall be released after receiving satisfactory Joint Inspection Team (JIT) report of completion of civil works and installation of machinery/equipment as per technical standards. The second installment shall be released by SHMs after receiving satisfactory JIT report for project completion and commencement of commercial production. The Joint Inspection Team will comprise of members from lending bank, technical expert, SHM and District Administration.

e) Regularly update the website giving details of the projects at State Lever as per the delegation of powers and also send the copy of SLEC minutes for project based proposals to this Department.

Yours faithfully,

(S. K. Kaul)
Assistant Director (MIDH)

Copy to:

1. Agriculture Production Commissioner/ Principal Secretary
   All States
2. Managing Director, National Horticulture Board (NHB), Gurgaon
3. Horticulture Commissioner, Krishi Bhawan, New Delhi
4. Chief Executive Officer, NCCD, B-Wing, Second Floor,
   Janpath Bhawan, Janpath Road, New Delhi -110001

Copy for information to :

1. PPS to Additional Secretary (A&C)
2. PS to Joint Secretary(MIDH), PS to Addl. Comm. (MIDH)
3. All Concerned Officers/Consultants of MIDH