

**P-12027/13/2020-PC**  
**Government of India**  
**Ministry of Food Processing Industries**  
**Panchsheel Bhawan,**  
**August Kranti Marg, Khel Gaon,**  
**New Delhi-110049**

**Dated: 04 February 2022**

**IMPORTANT NOTICE**

**Subject: Continuation of the central sector umbrella scheme Pradhan Mantri Kisan Sampada Yojana (PMKSY) for the period between 2021-22 to 2025-26 coterminous with the 15th Finance Commission cycle-reg.**

The undersigned is directed to intimate that Department of Expenditure, Ministry of Finance vide F.No. 01(01)/PFC-I/2022 dated 01.02.2022 has informed that the Cabinet vide its decision dated 19.01.2022 conveyed vide Cabinet Secretariat No. 2/CM/2022(i) dated 28.01.2022 has approved continuation of the central sector umbrella scheme Pradhan Mantri Kisan Sampada Yojana (PMKSY) with an allocation of Rs.4600 crore till 31.03.2026 or till further review, whichever is earlier, subject to adherence of EFC recommendations and financial ceilings etc. The Scheme will be implemented by Ministry of Food Processing Industries (MoFPI).

2. PMKSY is a comprehensive package which will result in creation of modern infrastructure with efficient supply chain management from farm gate to retail outlet. It will not only provide a big boost to the growth of food processing sector in the country but also help in providing better prices to farmers, creating huge employment opportunities especially in the rural areas, reducing wastage of agricultural produce, increasing the processing level and enhancing the export of the processed foods.

3. The following schemes will be continued under PMKSY:

- (i) Integrated Cold Chain and Value Addition Infrastructure,
- (ii) Creation of Infrastructure for Agro-Processing Clusters,
- (iii) Creation / Expansion of Food Processing & Preservation Capacities,
- (iv) Food Safety and Quality Assurance Infrastructure (FTL),
- (v) Human Resources and Institutions- Research & Development
- (vi) Operation Greens

The brief details of each scheme is attached at **Annexure** for ready reference. However, the detailed operational guidelines of each of the schemes will be issued separately.

(Contd....)

  
04/02/22

4. Based on the progress of schemes and mid-term corrections, inter-scheme re-allocation of the outlay may be approved by the Minister I/C for Food Processing Industries subject to maximum 25% of the original outlay of that scheme.
5. The number of projects to be taken up under various schemes mentioned in the above annexure may vary depending upon the actual budget allocation and grants-in-aid approved per project during the period of Scheme. Savings, if any, from the committed liability of any scheme shall be used for sanction of new projects under the scheme.
6. The component schemes of Mega Food Park, Creation of Backward & Forward Linkages, Human Resource & Institution - Promotional Activities, Skill Development & HACCP, a component of Food Safety and Quality Assurance Infrastructure have been discontinued in the 15th FC cycle with provision for committed liability.
7. PMKSY is expected to leverage investment of Rs.11,095.93 crore, benefiting approximately 28,49,945 farmers and generate 5,44,432 direct/ indirect employment in the country by the financial year 2025-2026.
8. Wide publicity may please be given to the schemes of PMKSY so that full advantage of the benefits available under PMKSY can be availed by the stakeholders.



(Atul Saxena)

Joint Secretary to the Govt. of India  
Tel: 011-26494591; Email: atul.saxena69@gov.in

To,

1. The Chief Secretaries of all the States / UTs
2. The Secretary, Department of Expenditure, Ministry of Finance, North Block, New Delhi
3. The CEO, NITI Aayog, Yojana Bhawan, Sansad Marg, New Delhi
4. The Secretary, Department of Financial Services, 3rd Floor Jeevan Deep Building, Sansad Marg, New Delhi-110001
5. The Secretary, Department of Commerce, Ministry of Commerce & Industry, Udyog Bhawan, New Delhi
6. The Secretary, Department of Industrial Policy & Promotion, Udyog Bhawan, New Delhi

7. The Secretary, Department of Agriculture & Cooperation and Farmers Welfare. Ministry of Agriculture, Krishi Bhawan, New Delhi
8. The Secretary, Department of Animal Husbandry, Dairying & Fisheries, Ministry of Agriculture, Krishi Bhawan, New Delhi
9. The Secretary, Ministry of Micro, Small and Medium Enterprises, Udyog Bhawan, New Delhi
10. The Secretary, Department of Consumer Affairs, Krishi Bhawan, New Delhi
11. The Joint Secretary, Cabinet Secretariat, Rashtrapati Bhawan, New Delhi
12. The Joint Secretary, Prime Minister's Office, South Block, Raisina Hill, New Delhi

**Copy to:**

1. The Director, National Institute of Food Technology Entrepreneurship and Management, Kundli (NIFTEM –Kundli), Plot No. 97, Sector 56, HSIIDC Industrial Estate, Kundli, Sonapat, Haryana 131028
2. The Director, National Institute of Food Technology Entrepreneurship and Management, Thanjavur (NIFTEM – Thanjavur), Pudukkottai Road, Thanjavur, Tamil Nadu 613005
3. PS to Hon'ble Minister, FPI
4. PS to MOS, FPI
5. PSO to Secretary, FPI
6. PPS to AS&FA / PPS to JS (MA) / PPS to EA (KS)
7. Directors of All Scheme Divisions with a request to formulate and circulate detailed operational guidelines of each of the schemes inter alia in line with Department of Expenditure OM no. F.No. 01(01)/PFC-1/2022 dated 01 February 2022.



**A. Brief of Schemes under PMKSY**

**1. Integrated Cold Chain and Value Addition Infrastructure**

The component scheme 'Integrated Cold Chain and Value Addition Infrastructure' is intended to provide integrated cold chain, preservation and value addition infrastructure facilities without any break, from the farm gate to the consumer in order to reduce post-harvest losses of horticulture and non-horticulture agri-produce. This enables linking groups of producers to processors and market through a well-equipped supply chain and cold chain for the year-round availability of food products. Ministry has so far sanctioned 199 projects under PMKSY, out of which 85 have been completed. Ministry has proposed to sanction 30 additional projects during 15th FC cycle with total outlay of ₹1062 Crore to the scheme. The proposed outlay includes committed liability of ₹882 Crore for ongoing projects. The cold chain projects for Fruit & Vegetable Sector are proposed to be sanctioned under Operation Greens Scheme in line with Budget announcement.

**2. Infrastructure for Agro-Processing Clusters**

The component scheme, 'Infrastructure for Agro-Processing Clusters (APC)' has similar objective as MFPs i.e. to create common modern food processing/preservation infrastructure facilities for the food processing/preservation units, though at relatively smaller scale. Against the targeted 75 APCs, the Ministry has so far sanctioned 68 projects for creation of clusters in various segments of food processing. Ministry has proposed to sanction 30 additional projects during 15th FC cycle with total outlay of ₹584 Crore to the scheme. The proposed outlay includes committed liability of ₹344 Crore for ongoing projects.

**3. Creation / Expansion of Food Processing & Preservation Capacities**

The component scheme 'Creation/Expansion of Food Processing and Preservation Capacities (CEFPPC)' aims at promotion of processing / preservation of agro food products and modernization /capacity enhancement of food processing units especially inside Mega Food Parks & Agro Processing Clusters, which helps in increasing the level of processing, value addition thereby reduction of wastage. The processing activities undertaken by the individual units cover a wide range of post-harvest processes resulting in value addition and/or enhancing shelf life with specialized facilities required for preservation of perishables. Against the targeted 305 projects, the Ministry has so far sanctioned 296 projects for Food Processing Units, out of which 45 projects have been completed. Ministry has proposed to sanction 162 additional projects during 15th FC cycle with total outlay of ₹1292 Crore to the scheme. The proposed outlay includes committed liability of ₹642 Crore for ongoing projects.

**4. Food Safety and Quality Assurance Infrastructure (FTL)**

To ensure food safety and quality by establishing a surveillance system for monitoring the quality and composition of food; reducing the time for analysis of samples by reducing transportation time of samples and ensuring compliance with international and

domestic standards on food in case of exports as well as imports, the scheme, 'Food Safety & Quality Assurance Infrastructure' assists in setting up /up-gradation of Quality Control/Food Testing Laboratories (FTL) and implementation of Food Safety and Quality Management System through HACCP/ISO22000/ FSSC 22000/ BRC/ SQF or any other Global Food Safety Initiative (GFSI) approved certification scheme/ standard in food processing units. Against the targeted 100 FTLs, the Ministry has so far sanctioned 54 projects for creation of creation of Food Testing Laboratories. Ministry has proposed to sanction 25 additional projects during 15th FC cycle with total outlay of ₹145 Crore to the scheme. The proposed outlay includes committed liability of ₹70 Crore for ongoing projects.

#### **5. Human Resources and Institutions**

Under the schemes of 'Human Resources and Institutions' assistance is provided for setting up of skill centres to impart training and skilling on various job roles in the food processing sector and also to conduct R&D in the technologies of processes, product development, machine and equipment development. Ministry has so far sanctioned 28 projects for creation of Food Processing Skill Centers and a total of 59 Research & Development projects. Ministry has proposed to sanction 100 R&D projects during 15th FC cycle with total outlay of ₹31.50 Crore to the scheme. The proposed outlay includes committed liability of ₹ 6.50 Crore for ongoing projects. The skill development component is proposed to be covered under new Centrally Sponsored scheme of PMFME and only committed liability of ₹4.5 Crore is proposed for ongoing projects.

#### **6. Operation Greens**

With a view to enhancing value realization of Tomato-Onion-Potato (TOP) farmers by targeted interventions to strengthen TOP production clusters and their FPOs, and linking/connecting them with the market as also to ensure price stabilization for producers and consumers by proper production planning, reduction in post-harvest losses by creation of farm gate infrastructure and increasing in food processing capacities and value addition in TOP value chain with firm linkages with production clusters, the scheme 'Operation Greens-Integrated Value Chain Development for Tomato, Onion and Potato crops' is implemented by the Ministry since October, 2018 in pursuance of Budget announcement of 2018-19. Under the Value Chain Development component of the scheme, 6 projects have been approved. In accordance with the Budget Announcement 2021-22 for expansion of the scope of the scheme from TOP to 22 perishables, Ministry has proposed to revamp and recast the scheme. In order to ensure inter scheme convergence, it has been proposed to discontinue sanction of Fruit & Vegetable projects under Cold Chain Scheme. This component shall be covered under Operation Greens Scheme during 15th FC cycle. Ministry has proposed to sanction 80 additional Operation Greens projects during 15th FC with total outlay of ₹921 Crore to the scheme. The proposed outlay includes committed liability of ₹ 121 Crore for ongoing projects.

#### **7. Mega Food Park**

Under the Mega Food Park scheme, assistance is provided for setting up of food processing/preservation parks on a minimum land size of 50 acres to create common

modern infrastructure facilities for the food processing/preservation units along with primary processing centres and central processing centres in the peripheries of MFPs. The scheme has been operational since 2008-09 and has requirement of at least 50 acres of often a deterrent to hilly and difficult areas. After taking into account recommendations of many state Governments & Working Group constituted under 12th FC cycle, a new scheme of APC was launched under PMKSY to develop common infrastructure in relatively smaller geographical area of 10 acres. Already 39 MFPs have been approved, out of which 22 are operational. Since APC is going to supplant the intent behind MFP scheme, it has been proposed to be discontinued in next 15th FC cycle with provision for committed liability (₹490 Cr).

#### 8. Creation of Backward and Forward Linkages:

The component scheme, 'Creation of Backward and Forward Linkages' provides effective and seamless backward and forward integration for processed food industry by plugging the gaps in supply chain in terms of availability of raw material and linkages with the market. Against the target of 66 projects, a total of 66 projects have been sanctioned of which 21 projects have achieved completion. Since scope of Operation Greens scheme has been extended to 22 perishables, Ministry has proposed to sanction future linkages projects under Operation Greens Scheme and has proposed outlay of ₹70 Crore as committed liability for ongoing projects.

#### B. Pattern of assistance in the Component Scheme under PMKSY

| S. No. | Component Scheme   | For projects in General Area  | For projects in NER, Difficult Areas, ITDP & Islands and for SC/ST promoters                      |
|--------|--|---|---|
| 1.     | Integrated Cold Chain and Value Addition Infrastructure          | Grant-in-aid @ 40% of eligible Project cost [subject to maximum of Rs 10.00 crores (per project)] | Grant-in-aid @ 50% of eligible project cost [subject to maximum of Rs.10.00 crores (per project)] |
| 2.     | Creation/ Expansion of Food Processing & Preservation Capacities | Grants-in-Aid @35% of eligible project cost [subject to maximum of Rs 5.00 crores (per project)]  | Grants-in-Aid @50% of eligible project cost [subject to maximum of Rs 5.00 crores (per project)]  |
| 3.     | Infrastructure For Agro-processing Clusters                      | Grants-in-aid @35% of eligible project cost [Subject to maximum of Rs 10.00 crores (per project)] | Grants-in-aid @50% of eligible project cost [Subject to maximum of Rs 10.00 crores (per project)] |

|    |   |  |  |
|----|---|--|--|
| 4. | Food Safety And Quality Assurance-Food Testing Laboratories | For Central/ State Govt. organizations - Grant in Aid @ 100% of equipment cost, 25% of Technical Civil work and 80 % salary for 2 JRF staff;<br><br>For other Implementing Agencies -Grant in aid @ 50% of equipment cost, 25% of Technical Civil work.  | For Central/ State Govt. organizations — Same as in General Areas except 33% of Technical Civil work.<br><br>For other Implementing Agencies -Grant in aid @ 70% of equipment cost, 33% of Technical Civil work.   |
| 5. | Operation Greens  | Grants-in-Aid maximum @50% Of eligible project cost subject to max. of Rs 50.00 crore per project for Long term infrastructure creation component and subsidy maximum @50% of cost of transportation and/ or storage of notified F&V for short-term price stabilization measures.  | Grants-in-Aid maximum @ 70% for FPO/SC/ST of eligible project cost subject to max. of Rs 50.00 crore per project for Long term infrastructure creation component and subsidy maximum @50% of cost of transportation and/or storage of notified F&V for short term price stabilization measures |
| 6. | Human Resource & Institutions- Research & Development       | For Government Organizations - Grants @ 100% of equipment cost, consumables, salary for JRF/SRF/RA,TA/DA (up to Z1.00 lakh) and Institutional Charges (10% of project cost subject to maximum of Rs 3 lakh for non-academic institutions and Rs. 5 Lakh for academic institutions) for duration for maximum of three years. For private organizations/ universities/institutions, grant @ 50% of equipment cost. | For Government organizations - Same as for General Areas<br><br>For Private Organizations/ Universities/ Institutions, Grants @ 70% of equipment cost.   |

**Note:** The details on the pattern of assistance will be as prescribed in the operational guidelines of each of the schemes which will be issued separately.

