



**IMPLEMENTATION MODALITIES OF INTEGRATED COFFEE DEVELOPMENT  
PROJECT DURING THE MEDIUM TERM FRAMEWORK (MTF) PERIOD  
(2017-18 TO 2019-20)**

**Component 2: Development Support to stakeholders**

**Sub Component 2.1- Development support for coffee in Traditional areas**

**Sub Component 2.1.1 – Replantation**

**Objectives:** To improve the production and productivity of coffee plantations by encouraging replantation of old / senile and unproductive plantations with high yielding, disease tolerant coffee varieties.

**2.1.1.1 Eligibility criteria**

- i) Only Small growers with coffee holding size of up to 10 Ha. are eligible.
- ii) A grower who has availed subsidy under one activity / component is not eligible to avail subsidy for the same activity / component during the MTF period, until new beneficiaries are covered.
- iii) Applicable for replantation of existing old / senile and low productive Arabica and Robusta coffee plantations; aged 25 years in case of Arabica, 40 years in case of Robusta and 15 years in case of Arabica dwarfs by adopting either clean replanting or interlining in the existing blocks.
- iv) In case of inter-planting of Arabica in Robusta adopting clean replanting, subsidy will be given only for Robusta which is the main crop.
- v) When interlined in the old blocks, the old / unproductive plants should preferably be removed after one harvest and under no circumstances beyond two harvests i.e., for instance, if interlining is done in August-September 2017, the old plants should preferably be uprooted after harvesting the standing crop by December 2017 to March 2018 or after harvesting the second crop by December 2018 to March 2019. This would ensure that the newly interlined plants would not suffer too much of root competition and receive adequate sunlight for vigorous growth.
- vi) In Arabica zones with elevation of 1000 metres above MSL, the old Arabica coffee blocks should be replanted with disease tolerant, high yielding Arabica varieties only. In other areas, with elevation of less than 1000 meters above MSL, which are suitable for both Arabica and Robusta cultivation, the existing Arabica blocks replanted with Robusta material are eligible.
- vii) Arabica replaced with Robusta material at higher elevation of more than 1000 metres is not eligible for support.
- viii) In states like Tamil Nadu, if coffee is grown along with intercrops like pepper, orange, banana etc., and the land documents indicate the extent of each crop separately, in such a situation, subsidy will be based on the actual extent of area replanted with coffee or based on the maximum extent of land mentioned in the land documents, including other intercrops, whichever is less.
- ix) As far as possible, the growers should adopt appropriate planting designs that are suitable for mechanization of farm operations. In case of estates which adopt such modified planting design amenable for mechanization, subsidy will be considered for the entire area of replanting and not based on the plant population.

**2.1.1.2. Unit Cost:**

- i) For Arabica - Rs.2,75,000/- per ha
- ii) For Robusta - Rs.2,00,000/- per ha.

**2.1.1.3. Scale of Subsidy:**

40% of the unit cost

Coffee growers belonging to SC/ST community with the coffee holding size of up to 4.00 Ha are eligible for an additional support of 10% of the unit cost.

*N. Anand*

*TA*

#### 2.1.1.4. Release of Subsidy instalments

- I. In case of clean replanting:
  - a. 1<sup>st</sup> instalment - 70% of the applicable unit cost
  - b. 2<sup>nd</sup> instalment - 30% of the applicable unit cost
- II. In case of replantation by interlining method:
  - a. 1<sup>st</sup> instalment - 30% of the applicable unit cost
  - b. 2<sup>nd</sup> instalment - 70% of the applicable unit cost.

#### 2.1.1.5. Procedure for claiming subsidy

##### Step-1: Obtaining Technical Feasibility Report (TFR)

- i) The applicant/s shall submit the application online and also in the prescribed format along with necessary documents to their jurisdictional Coffee Board Office before taking up the activity.
- ii) The following documents are required to be submitted along with the application for TFR.
  - a. Application and Self Declaration duly filled-in and signed by the Applicant/s (in duplicate) in the prescribed format.
  - b. Copy of Aadhaar Card
  - c. Proof of Land Ownership in the form of any one of the following:
    - i. Copy of Patta / Khatha Extract along with RTCs for all Survey Nos. having coffee in possession of the applicant and clearly indicating the extent of coffee holding in the name of the applicant in respect of Karnataka
    - ii. Copy of Land Possession Certificate (Atalji Kendra) / CRC issued from the competent Revenue authority along with RTCs for all Survey Nos. having multiple names in the RTCs in respect of Kodagu District in Karnataka.
    - iii. Copy of Chitta & Adangal in respect of Tamil Nadu
    - iv. Copy of Land Possession Certificate issued by the competent Revenue authority of Kerala
  - d. In case the applicant is a GPA holder, attested copy of the registered GPA.
  - e. Copy of the Bank Pass Book having the details of account number, name of the Bank, branch, IFSC code etc., preferably Aadhaar seeded.
  - f. Rough sketch of the estate along with check bandi / boundaries marked with clear demarcation of the proposed replanted blocks / area duly signed by the applicant.
  - g. In case of SC /ST caste certificate issued by the competent authority.
- iii) The concerned office will scrutinize the documents, carryout field inspection and issue Technical Feasibility Report to the grower for taking up replantation activity or otherwise. The activity taken-up before issuing TFR is not eligible for claiming subsidy.

##### Step-2: Claiming 1<sup>st</sup> instalment of subsidy

- i) The applicant/s shall submit the claim in the prescribed format along with relevant documents during the same financial year of replanting as far as possible.
- ii) The following documents are required to be produced for claiming 1<sup>st</sup> instalment
  - a. Claim Statement in the prescribed format (in duplicate).
  - b. Rough sketch of the replanted blocks / area duly signed by the applicant. Plant count in each block along with number of rows / columns should be recorded.
  - c. Expenditure statement
- iii) The concerned office will scrutinize the documents, carryout field inspection, prepare physical verification report with full details of the activity and forward the claim statement along with relevant records to the concerned Deputy Director (Extn).
- iv) The Deputy Director (Extn.) after scrutinizing the claim and records and on confirming the admissibility of the claim in all respects will release the 1<sup>st</sup> instalment of replantation subsidy amount to the bank account of the applicant through EFT/RTGS/NEFT.

*N. Anand*

*AS*

### **Step-3: Claiming 2<sup>nd</sup> instalment of subsidy**

- i) **Clean Replantation Method:** The applicant shall submit the claim for 2<sup>nd</sup> instalment of subsidy in the prescribed format (in duplicate) along with relevant documents at the jurisdictional Coffee Board office during the second year of replanting / financial year, after filling up of vacancies and attending to necessary after care measures.
- ii) **Replantation by Interlining method:** The applicant shall submit the claim for 2<sup>nd</sup> instalment of subsidy in the prescribed format (in duplicate) along with relevant documents at the jurisdictional Coffee Board office after harvesting maximum of 2 crops from the old plants and after complete removal of the old plants.
- iii) The following documents are required to be submitted along with the claim for 2<sup>nd</sup> instalment:
  - a. Claim Statement in the prescribed format (in duplicate).
  - b. Expenditure statement
- iv) The concerned office shall carryout spot inspection of the replanted area and take the following actions.
  - a. In case of clean replantation, the JLO/SLO shall recommend for release of 2<sup>nd</sup> instalment to the concerned DDE after ensuring satisfactory maintenance of the area and vacancy filling.
  - b. In case of interlining method of replantation, the JLO/SLO shall recommend for release of 2<sup>nd</sup> instalment to the concerned DDE after ensuring complete removal of old plants and satisfactory maintenance of the area and vacancy filling.
- v) The Deputy Director (Extn.) after scrutinizing the claim and records and on confirming the admissibility of the claim, will release the 2<sup>nd</sup> instalment of subsidy amount to the bank account of the applicant through EFT/RTGS/NEFT.

#### **2.1.1.6. Amendment to the Scheme**

- The mere submission of application by the applicant or acceptance of the application by the office does not automatically entitle the applicant for the eligible subsidy from the Coffee Board. The release of eligible subsidy to the applicant is subject to availability of funds during the particular year.
- The Coffee Board reserves the right to amend, amplify or abrogate in its discretion any of the terms and conditions of the scheme without notice as it may consider necessary for efficient execution of the scheme and fulfilment of its objectives.
- Applications of persons who resort to making offers, rewards, gifts or any material benefit, or any coercion either directly or indirectly, to influence the sanction process shall summarily be rejected. Similarly, legal action will be initiated for recovery with applicable interest against applicants who obtain the subsidy benefit by wilfully furnishing wrong/incorrect information, misrepresentation and suppression of information.

\*\*\*\*\*

*N. Anand*

*PA*

## **Sub-Component 2.1.2. : Water Augmentation**

### **2.1.2.1. Eligibility:**

- i) Individual growers, joint ownerships holding/s, family members applying jointly (mother, father, wife and children only) with up to 10 Ha. coffee holding size.
- ii) Subsidy is applicable for:
  - (a) Water harvesting structures like water storage tank or open well or ring well  
and
  - (b) Procurement of irrigation equipment (sprinkler / drip)
- iii) A grower who has availed subsidy under one activity / component is not eligible to avail subsidy for the same activity / component during the MTF period, until new beneficiaries are covered.
- iv) Subsidy may be availed for any one of the water harvesting structures in combination with any one of the irrigation equipment together at one time during the MTF period depending on the requirement, however, the quantum of subsidy will be limited to the corresponding category of holdings.
- v) The eligible subsidy shall be based on either the dimension or the unit cost applicable to the size of holding, whichever is less.
- vi) The grower benefitted during the previous 10 years for a particular activity under water augmentation component is not eligible for the same activity. However, eligible from 11<sup>th</sup> year onwards.
- vii) The infrastructure under water augmentation shall be created either within the estate or in the vicinity of the estate depending on the source of water, however, the land shall be in the name of the grower or family members (mother, father, wife and children only).
- viii) The non-tribal coffee growers of Non-Traditional Areas with coffee holding size of up to 10 Ha are also eligible.

### **2.1.2.2. Scale of Subsidy**

40% of the unit cost subject to a ceiling of Rs.2.50 lakhs per beneficiary for all the components put together under the water augmentation scheme.

Coffee growers belonging to SC/ST community with the coffee holding size up to 4.00 Ha are eligible for an additional support of 10% of the unit cost, subject to a ceiling of Rs.2.50 lakhs per beneficiary for all the components put together under the water augmentation scheme.

### **2.1.2.3. Applications for obtaining Feasibility Report**

- i) The applicant/s shall submit an application online and in the prescribed format along with necessary documents to the jurisdictional Coffee Board office before taking up the activity.
- ii) The concerned office will scrutinize the documents, carryout field inspection and issue Technical Feasibility Report to the grower. The activity taken-up before issuing TFR is not eligible for claiming subsidy.

### **2.1.2.4. List of Documents to be submitted along with application**

- i) Application and Self Declaration duly filled-in and signed by the Applicant/s (in duplicate) in the prescribed format.
- ii) Copy of the Aadhaar card.
- iii) Proof of Land Ownership in the form of any one of the following:
  - a) Copy of Patta / Khatha Extract along with RTCs for all Survey Nos. having coffee in possession of the applicant in respect of Karnataka.
  - b) Copy of Land Possession Certificate issued from the competent Revenue authority along with RTCs for all Survey Nos. having multiple names in the RTCs in respect of Kodagu District in Karnataka.
  - c) Copy of Chitta & Adangal or Land Possession Certificate with Adangal in respect of Tamil Nadu

*N. Shetty*

*FA*

- d) Copy of Land Possession Certificate issued by the competent Revenue authority of Kerala.
- e) In case of joint ownership properties, if an individual application is submitted, the applicant should produce revenue records from the revenue authority clearly indicating the extent of Coffee holding exclusively in his name.
- iv) Self-prepared rough sketch of the estate along with check bandi / boundaries marked with clear demarcation of the site where the activity is proposed to be taken up and duly signed by the applicant/s.
- v) Quotation in respect of purchase of machinery/equipment
- vi) Self-prepared plan and estimation for water storage tank / Open Well / Ring Well
- vii) In case the applicant is a GPA holder, attested copy of registered GPA.
- viii) In case of SC/ST category growers caste certificate issued by the competent authority.
- ix) Copy of the Bank Pass Book having the details of account number, name of the Bank, branch, IFSC code, etc., preferably Aadhaar seeded

#### 2.1.2.5. Procedure for claiming subsidy

- i) The applicant/s shall submit the subsidy claim in the prescribed formats (in duplicate) along with necessary documents to the jurisdictional Coffee Board office during the same financial year of carrying out the activity as far as possible.
- ii) The concerned office will scrutinize the documents, carryout field inspection, prepare Physical Verification Report and after confirming the admissibility of the claim in all respects, forward the claim statement along with relevant records to the concerned Deputy Director (Extn).
- iii) The Deputy Director (Extn.) after scrutinizing the claim and records and on confirming the admissibility of the claim in all respects will release the eligible subsidy amount directly to the bank account of the applicant.

#### 2.1.2.6. List of Documents required for claiming Subsidy

- a) Claim Statements in the prescribed format (in duplicate).
- b) Invoice / Bill (original) with TIN No. towards purchase of irrigation equipment.
- c) Self-prepared work completion report and fund utilization certificate signed by the applicant.

#### 2.1.2.7. Mode of payment of subsidy to the grower

The Deputy Director (Extn.) after confirming about the admissibility of the claim, will sanction the eligible subsidy and release the amount to the bank account of the applicant through EFT/RTGS/NEFT.

#### 2.1.2.8. Details of Unit Cost & Subsidy amount for Water storage tank applicable to different sized holdings.

Size of Holding (Ha.)	Recommended inner Dimension/ capacity of Water Tank (LxBxH)	Unit Cost (Rs.)	Subsidy Amount (Rs.)
Up to 1.00 Ha.	30' x 30' x 10' (9000 Cft)	43000	17200
> 1 up to 2.00 Ha.	43' x 43' x 10' (18490 Cft)	89000	35600
> 2 up to 3.00 Ha.	53' x 53' x 10' (28090 Cft)	136000	54400
> 3 up to 4.00 Ha.	60' x 60' x 10' (36000 Cft)	174000	69600
> 4 up to 5.00 Ha.	68' x 68' x 10' ( 46240 Cft)	224000	89600
> 5 up to 6.00 Ha.	75' x 75' x 10' (56250 Cft)	273000	109200
> 6 up to 7.00 Ha.	81' x 81' x 10' (65610 Cft)	318000	127200
> 7 up to 8.00 Ha.	87' x 87' x 10' (75690 Cft)	367000	146800
> 8 up to 9.00 Ha.	92' x 92' x 10' (84640 Cft)	411000	164400
> 9 up to 10.00 Ha.	96' x 96' x 10' (92160 Cft)	447000	178800

*N. Andy*

*PA*

**2.1.2.9. Details of Unit Cost & Subsidy amount for Sprinkler/drip Irrigation equipment applicable to different size of holdings**

Category (in ha.)	Unit cost	Subsidy (Rs.)
Up to 1.00 Ha.	60000	24000
> 1 up to 2.00 Ha.	120000	48000
> 2 up to 3.00 Ha.	180000	72000
> 3 up to 4.00 Ha.	240000	96000
> 4 up to 5.00 Ha.	300000	120000
> 5 up to 6.00 Ha.	360000	144000
> 6 up to 7.00 Ha.	420000	168000
> 7 up to 8.00 Ha.	460000	184000
> 8 up to 9.00 Ha.	520000	208000
> 9 up to 10.00 Ha.	580000	232000

**2.1.2.10. Details of the unit cost and subsidy for open Well / Ring well**

Sl.No.	Activities	Unit Cost	Subsidy
1.	Open well or Ring well with or without pump for a depth of 30 feet	Rs. 75,000/- per unit	Rs. 30,000/-

**Note:** The growers are at liberty to (a) execute water storage structures of any dimension and or (b) purchase sprinkler unit, as per their requirement. However, the quantum of subsidy shall be applicable based on the unit cost for each category of holding indicated in the above tables or based on the actual cost, whichever is less.

**2.1.2.11. Amendment to the Scheme**

- The mere submission of application by the applicant or acceptance of the application by the office does not automatically entitle the applicant for the eligible subsidy from the Coffee Board. The release of eligible subsidy to the applicant is subject to availability of funds during a particular year.
- The Coffee Board reserves the right to amend, amplify or abrogate in its discretion any of the terms and conditions of the scheme without notice as it may consider necessary for efficient execution of the scheme and fulfilment of its objectives.
- Applications of persons who resort to making offers, rewards, gifts or any material benefit, or any coercion either directly or indirectly, to influence the sanction process shall summarily be rejected. Similarly, legal action will be initiated for recovery with applicable interest against applicants who obtain the subsidy benefit by wilfully furnishing wrong/incorrect information, misrepresentation and suppression of information.

\*\*\*\*\*

*N. N. N.*

*TH*

## **Modalities for Implementation of the Integrated Coffee Development Project during the Medium Term Framework (MTF) Period**

### **Sub-Component 2.1.3. Eco-certification of Coffee**

**Objective:** To encourage coffee growers to access high value specialty markets through production of eco-certified coffees so as to realize higher returns by adhering to a set of standards which help in communication of quality, traceability, social, environmental and financial conditions surrounding the production of coffee.

#### **2.1.3.1. Eligibility**

- i) Individual growers owning up to 10 ha area of Coffee holding and groups of small growers (SHGs, collectives) who obtain certification of their plantations for various sustainability and quality standards are eligible.
- ii) A grower who has availed subsidy under one activity / component is not eligible to avail subsidy for the same activity / component during the MTF period, until new beneficiaries are covered.
- iii) Support is available for certification of estates as per Organic, Fair Trade, Rainforest Alliance, UTZ Certified, Bird friendly / Shade grown coffee standards or any other certification programmes equivalent to the above programs.
- iv) Those claiming support for organic certification, should have been certified as per the National Programme for Organic Production (NPOP) standards, even if they are certified as per various international standards like EU Regulation, NOP (National Organic Programme of USA), JAS (Japanese Agriculture Standards) etc.
- v) The Certificate should be obtained only from the Certification Agencies accredited by the respective Certification Programmes.
- vi) The non-tribal coffee growers of Non-Traditional Areas with coffee holding size of up to 10 Ha are also eligible.

#### **2.1.3.2. Extent of support/ subsidy**

50% of the certification cost subject to a maximum of Rs.50,000/- per individual grower / grower groups. In case of Organic certification, spread over a period of 3 years or the Conversion period whichever is less; in case of other certificates, one year, during the MTF period.

Individual coffee growers belonging to SC/ST community with the coffee holding size up to 4.00 Ha are eligible for an additional support of 10% of the certification cost subject to a maximum of Rs.55,000/- per grower during the MTF period.

#### **2.1.3.3. Procedure for claiming subsidy**

- a) This incentive is provided only as backend support for those who obtain certification of their estates.
- b) After obtaining certification by the accredited certification body/ agency, the grower / grower groups are required to submit their application along with a copy of the certificate and other relevant documents to the concerned jurisdictional Coffee Board office during the same financial year of completion of the activity as far as possible
- c) The concerned office will scrutinize the documents, carryout field inspection for verification of books and records.
- d) The JLO / SLO shall forward the claim along with Physical Verification Report and other relevant records to the concerned Deputy Director (Extn).
- e) The Deputy Director (Extn.) after scrutinizing the claim and records and on confirming about the admissibility of the claim in all respects will release subsidy amount to the beneficiary's bank account through NEFT.

*N. Anand*

*PA*

#### 2.1.3.4. List of Documents required for claiming Subsidy

- a) Application in the prescribed format (in duplicate).
- b) Proof of identify of the grower / registration certificate in case of growers' group.
- c) Copy of the certificate issued by the accredited Certification Agency
- d) Land Ownership documents (any of the following)
  - i. Copy of Patta / Khatha Extract along with RTCs for all Survey Nos. having coffee in possession of the applicant / applicants in respect of Karnataka
  - ii. Copy of Land Possession Certificate issued from the competent Revenue authority (Atalji Kendra) / CRC along with RTCs for all Survey Nos. having multiple names in the RTCs of the applicant / applicants in respect of Kodagu District in Karnataka.
  - iii. Copy of Chitta & Adangal of the applicant / applicants in respect of Tamil Nadu
  - iv. Copy of Land Possession Certificate of the applicant / applicants issued by the competent Revenue authority of Kerala In case the applicant is a GPA holder, attested copy of registered GPA.
- e) Attested copy of the Certificate issued by the accredited Certification Agency
- f) Original invoice / bill towards the cost of certification / Proof of payment of certification costs.
- g) Copy of the Bank Pass Book containing the details viz. Name of the account holder, account number, name of the Bank, branch, IFSC code, etc. preferably Aadhaar seeded
- h) In case the applicant is a GPA holder, attested copy of registered GPA.
- i) In case of SC / ST category grower applying individually caste / community issued by the competent authority.

#### 2.1.3.5. Amendment to the Scheme

- The mere submission of application by the applicant or acceptance of the application by the office does not automatically entitle the applicant for the eligible subsidy from the Coffee Board. The release of eligible subsidy to the applicant is subject to availability of funds during a particular year.
- The Coffee Board reserves the right to amend, amplify or abrogate in its discretion any of the terms and conditions of the scheme without notice as it may consider necessary for efficient execution of the scheme and fulfilment of its objectives.
- Applications of persons who resort to making offers, rewards, gifts or any material benefit, or any coercion either directly or indirectly, to influence the sanction process shall summarily be rejected. Similarly, legal action will be initiated for recovery with applicable interest against applicants who obtain the subsidy benefit by wilfully furnishing wrong/incorrect information, misrepresentation and suppression of information.

\*\*\*\*\*

*N. N. N. N.*

*PA*