



Tourism in Mission Mode

National Workshop (Chintan Shivir) (28-29 March 2023)

Grant of Industry Status to Tourism & Hospitality Sector

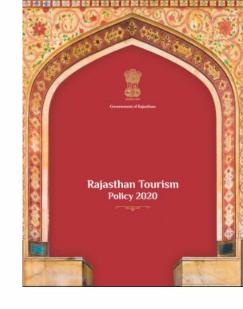
Department of Tourism

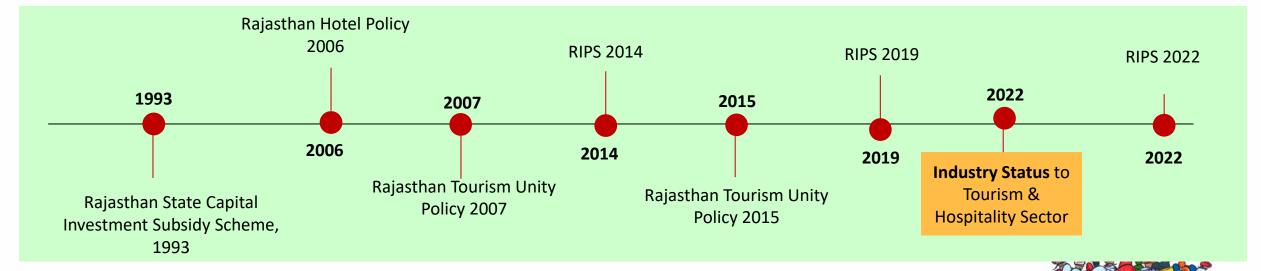
Government of Rajasthan



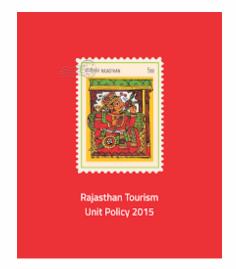


Rajasthan- One of the first states in the country to unveil the tourism investment centric Scheme in 1993. Subsequently policies evolved over the period of time to address demand of the tourism sector.

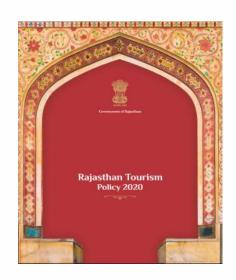








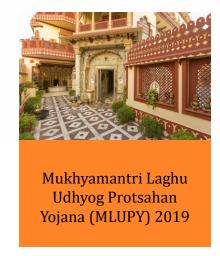


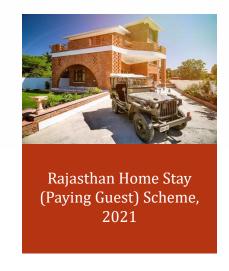






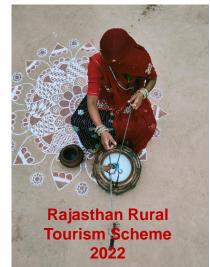
Incentives/ Subsidies under various policies/ schemes to boost investment in Tourism Sector in Rajasthan







Rajasthan Tourism Guest House Scheme 2021







राजस्थान में पर्यटन अब उद्योग

राजस्थान में हमने पर्यटन को उद्योग का दर्जा देने का ऐतिहासिक निर्णय किया है। राजस्थान सरकार राज्य में पर्यटन के विकास द्वारा नए रोजगार सृजन हेतु कृतसंकल्प है। राजस्थान में निवेशकों के लिए बेहतरीन संभावनाएं हैं। पधारो म्हारे देस!

अशोक गहलोत, मुख्यमंत्री, राजस्थान















पर्यटन सेक्टर को भारी छूट

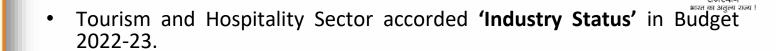
- बिजली वाणिज्यिक के स्थान औद्योगिक दर पर, बिजली बिल पर एक तिहाई तक राहत
 - वर्गीम विकास कर धव वाणिजिक के स्थान पर भौमोगिक हर प
- श्रस्ट सेक्टर के लाभ 5 करोड़ से अधिक के निवेश पर 25 लाख पूंजीगत सब्सिड़ी अथवा 5 वर्ष तक 5 प्रतिशत ब्याज सब्सिड़ी
 - हैछिटेन होटलों को बार शलक में विशेष क
 - स्टाम्प डब्टी व भूमि परिवर्तन शुल्क में 100 प्रतिशत छुट
 - राजस्थान निवेश प्रोत्साहन योजना के अंतर्गत निवेश सब्सिडी, रोजगार सुजन सब्सिडी, विद्युत एवं भूमि कर में छट.
 - (प्रिक्त निर्णाताओं को 3 क्योर कर की अधिकी
 - गेस्ट हाउस योजना आवासीय भवनों में पर्यटकों के लिए 6 से 20 कमरों की मंजूरी
 - होम स्टै योजना आवासीय भवनों में पर्यटकों के लिए 1 से 5 कमरों की मंजूरी
 - मुख्यमंत्री लघु उद्योग प्रोत्साहन योजना के अंतर्गत पर्यटन इकाइयों को ऋण पर 8 प्रतिशत तक ब्याज दर में सब्सिदी

राजस्थान सरकार के फ्लैगशिप कार्यक्रम और अन्य योजनाओं की विस्तृत जानकारी https://jankalyan.rajasthan.gov.in पर देखी जा सकती है।









- Eligible Tourism units to pay electricity tariff, UD Tax and building plan approval charges on industrial tariff now
 - Electricity Tariff reduction in bills upto 30%
 - Urban Development Tax reduction in charges upto 80%
 - Building Plan Approval charges reduction in charges upto 40%
 - Reserve price of RIICO plots for tourism unit at par with Industrial plots
 - Land value for stamp duty calculation for Tourism Units at par or below the industrial rates
- The Scheme is covered under State Flagship Program
- Till now, 768 tourism units have been issued 'Entitlement Certificates' to avail 'Industry Status' benefits more in process.













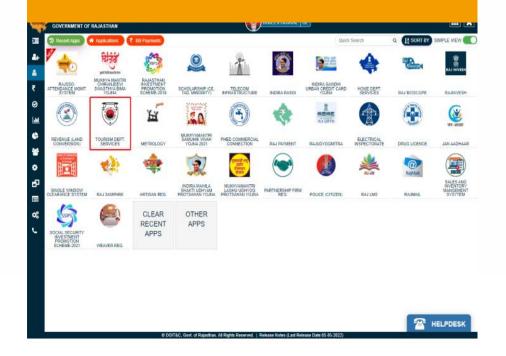
- Finance Department
- Energy Department and Discoms
- UDH/LSG Department
- RIICO
- 2. Hotel and Tourism Associations
- 3. Industry Chambers (FICCI, CII, PHD CCI)
- 4. Travel and Tour Operators, Tour Guides
- 5. District Tourism Officers







Issuance of Standard Operating Procedures (SOPs)





 Identifications of Units eligible for issuance of Entitlement Certificate to avail Industrial benefits

1	Hotel & Motel	11	Museum
2	Heritage Hotel	12	MICE/Convention Centre
3	Budget Hotel	13	Ropeway
4	Restaurant/ Cafeteria	14	Tourist Luxury Coach
5	Resorts	15	Caravan Park
6	Sports Resorts	16	Cruise Tourism
7	Heath Resorts Spa	17	Rural Tourism Unit
8	Camping Site	18	Tourism Units under RIPS
9	Amusement Park	19	Tourism Units under MLUPY
10	Animal Safari Park	20	RTDC/ RSHCL Hotels/ Midways
		21	Museum under Central/ State Govt.

- Online application process developed on <u>www.sso.rajasthan.gov.in</u>
- District Tourism Officers authorised to issue Entitlement Certificates
- Timebound disposal of online applications in 30 days

Orders issued by Concerned Departments

Department	Orders Issued for
LSG Department	Urban development tax on industrial rates
UDH Department	Building plan approval charges on industrial rates
Energy Department and Discoms	Electricity tariff on industrial rates
RIICO	Applicability of industrial reserve price on RIICO plots for tourism units







Road Show at Prominent Cities



Tourism Units operators were sensitized for applying online applications

 District Tourism Officers were trained to process the applications and issue the Entitlement Certificates

 Concerned Department officers (LSG, Energy, RIICO, etc.) were also trained for granting the industrial benefits to Entitlement Certificate holder units

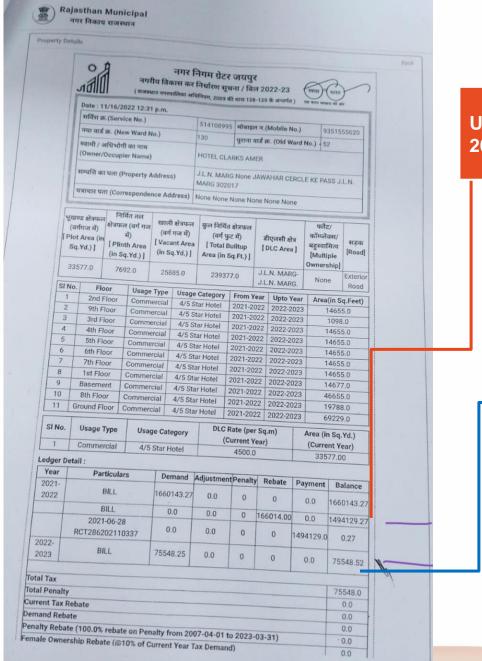




UD Tax Bill

(Before and After Industry Status)

Hotel Clarks Amer, Jaipur





UD Tax in Year 2021-22

Rs. 14, 94, 129/-

UD Tax in Year 2022-23

Rs. 75,548/-





Electricity Charges Bill

(Before and After Industry Status)

Name	UD Ta	ax (Rs.)	Electricity C	harges (Rs.)
	Before	After	Before	After
Radisson City Centre, Jaipur	18,07,095	37,559	16,75,000	13,35,000
Interglobe Hotels, Jaipur	6,16,000	24,000	12,00,000	10,00,000



Raathore NBS & Associates

(Hotel Consultants) 102,A-3,Royal enclave MG Nagar Jaipur

To,
The Deputy Director
Tourism
TRC Jaipur

Information Regarding Saving due Industry benefit to hotel as desired by you

Radisson City Center Jaipur

Last year after ind category benefits
UDT Rs.1807095 37559 17.69 lacs p.a.

Elect 1675000 1335000 3.4 lacs p.m

Interglobe hotels Jaipur

Last year after ind category benefits
UDT Rs.616000 24000 4.92 lacs p.a.

Elect 1200000 1000000

2 lacs p.m

25-30-2023

(NBS Raathore)

Consultant 9414054413

Tourism Investment Promotion Activities

Invest Rajasthan Summit 2022



- Held on 7-8 October 2022
- Dedicated Tourism Conclave "Tourism A Game
 Changer for Economic Growth" held in the Summit
- 372 MOUs (estimated investment of Rs. 13,588 Crore) signed
- Resorts-166, Hotels-142, Camping Sites-4,
 Amusement Parks-2, Wellness Centres-2 and 60 other tourism units are covered under MOUs
- 27 MOUs implemented (Worth Rs. 317 Cr.) and 136 (Worth Rs. 4115 Cr.) under implementation.







Incentives to Tourism & Hospitality Sector under RIPS 2022

- MSME and Service Thrust Sector Benefits to Tourism Industry
- Interest subsidy upto 6% for 5 years
- **Investment Subsidy:** 75% of SGST paid & deposited for 7 years
- 100% exemption for 7 Years Electricity Duty, Land Tax, Stamp Duty, Conversion Charges
- Reimbursement of 50% of employer's contribution towards EPF and ESI for 7 years
- Other incentives for water conservation, waste management, quality certification, etc.





RAJASTHAN INVESTMENT PROMOTION SCHEME



Driving Rajasthan's Economic
Growth through Accelerating Investments

JAIPUR 24, 2023



Projects In Last 15 Months

> Srikanta.Tripathy @timesgroup.com

Jaipur: Tourism is on a roll in Raiasthan, not just in visitors' count which has doubled in 2022 compared to pre-Covid year peak, but also in investments.

In 2019, the tourism department witnessed registrations of 187 new projects. but the same has increased to 206. Rajasthan is now home to all branded properties, both domestic and international. The upscale hotel chaand WHotels have come to Jaipur and under various stages of development.

Year	Projects	Proposed Investments	Rooms	Jobs 💮
2019	187	2,345	9,419	8,102
2020	137	1,534	4,588	5,027
2021	112	918	5,394	4,679
2022	206	3,358	14,856	14,678
2023*	86	1,608	4,719	5,026

In 2022-23 the tourism department has issued 767 entitlement certificate under industry status benefits to tourism units, to avail benefits on power tariff, UD tax

ment and if the trend continues, this year will set new records in the investments.

Gayatri Rathore, principal secretary (tourism) said, "The main reason behind the heavy influx of investors in the sector has been the policies of the state government. ins like Raffles, Grand Hyatt, No state can match the incentives we provide to the tourism industry."

In fact, Rajasthan has be-In the past 2 months in en the first state in the count-2023, 87 projects have registery to provide industry status red with the tourism depart- benefits to the hospitality

sector. Under the scheme, hotels and resorts get 30% tariff rebate on electricity, which accounts for the biggest operating cost after manpower for a hotel. Similarly, there is 80% relief on urban development tax for the tourism

Ranvijay Singh, joint secretary of Hotels and Restaurants Association of Rajasthan, said, "We are not just a great tourist destination, but our policies are the best in the country. It's unique com-

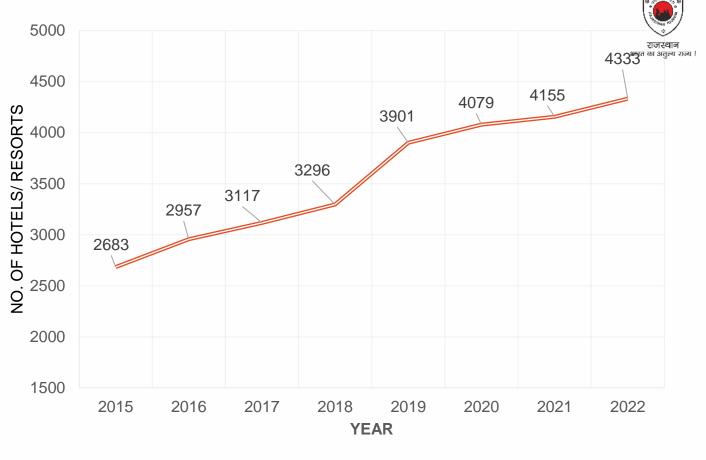
That is reflected in the investment activity. Even bigger cities do not have the brand of hotels Rajasthan has."

Singh said that the industry is awaiting the unit tourism policy which will further add vibrancy sector.

"We expect the policy to be better than the previous one. That will trigger another wave of investment proposals. More importantly, the tourists are coming in larger numbers and the wedding tally has shot up. The whole ecosystem is supporting the investors."

The department is participating in national and international tourism exhibitions to attract more tourists. These activities add more comfort to the investors.

In fact, in the past two and half months, the proposed investments are closer to half what has been proposed in



Benefits available under Tourism Unit Policy and RIPS has attracted investors across the World



Rajasthan Rural Tourism Scheme 2022

- Launched on 30th November 2022
- Applicable to areas outside municipal limits where Gram Panchayats are functioning
- Scheme cover the following:
 - Rural Guest House (6 to 20 rooms)
 - Agro Tourism Unit (minimum 2,000 sqm, maximum:
 2 hectares)
 - Camping Site (minimum 1,000 sqm, maximum: 1 hectare)
 - Caravan Park (minimum 1,000 sqm, maximum: 1 hectare)





huge boost to the pro-

tential to usher in a

new era of tourism

in the state and will be

rearing, horse farming,

Agri-tourism units will be

allowed within 2 hect-

ares. One can use only 10% of it

Rajasthan Rural Tourism Scheme 2022

Benefits under the Scheme:

- Land Use Change & Building Plan Approval not required
- 100% exemption in Stamp Duty (75% upfront + 25% reimbursement)
- Reimbursement for 100% SGST paid for 10 years
- 9% Interest Subsidy on loans upto Rs. 25 Lakhs

Rural tourism scheme to boost local arts, craft; usher in a new era: Industry

'Will Benefit Lakhs Of Local People'

Srikanta.Tripathy @timesgroup.com

Jaipur: A treasure-trove of arts, crafts, and enchanting rural lifestyle. Rajasthan in its hinterlands frames many memorable images for visitors. In order to give it a fillip, the state government introduced Rural Tourism Scheme last week, offering a slew of exemptions and incentives, intending to preserve and promote the cultural riches and curb migration of the people

President of Hotels and Restaurants Association of Rajasthan (HRAR), Kuldeep Singh Chandela, said, "The scheme will lend a huge boost to the promotion of local arts and crafts, generation of jobs and curb migration to urban centres. The scheme is expected to unleash a cultural wave that would benefit lakhs of ru-

In fact, it was Chandela along with joint secretary of HRAR. Ranvijay Singh and Rajendra Singh Pachar of Indian Heritage Hotels Association who came up with the idea of a rural tourism policy, They pursued it and worked with the state government at various levels to give it a shape. Chandela said that the incentives provided in the scheme are very attractive and will catalyse a new turnaround for tourism in the state. "It's just not the forts and palaces spread all around the ru-



10 years

100% SGST 100% for 10 years

> 9% interest subsidy on loans up to Rs 25 lakh

 Priority will be given to local artists, craftsmen and startups

 Tourism units will be allowed on road width of 15 ft

Size of agro-tourism units kept at 2,000 sq mtrs, 2 hectares

 Built-up area at 10% of land with another floor till 9 mtrs

90% to be reserved for activities like camel farm, horse farm, agriculture, handicraft making

 Camping sites, caravan park size fixed at 1,000 sq mtrs to 1 hectare

rural life, their handicrafts, folk songs, dances, farming traditions, and ways of life will be equally powerful mag-

In fact, the scheme has been made in a way that will majorly benefit the locals.

nets for tourists.

Ranvijay Singh said that by capping the size of agri-tourism units at 2 hectares, the

players at bay and provided a lot of scope for locals to take advantage of the scheme.

"As per the scheme, if one wants to build an agri-tourism unit, it has to be done within 2 hectares. Additionally, one can build only 10% of the land for accommodation with the option of one more floor not exceeding 9 metre height.

repreneur needs to undertake activities like camel rearing. horse farming, agriculture activities and gardening, etc."

Land conversion for such units will not be required, which is a big relief. Land conversion has been a major headache for entrepreneurs in the past, Rajendra Singh Pachar said, "In fact, the governfective. Exemption of land milarly, these units can get 9% interest subsidy on loans up to Rs 25 lakh. Stamp duty relaxa think, the scheme has the po





Thanks



