



# HEALTHCARE INVESTMENT PROMOTION POLICY 2016



Government of Odisha

 **DISHA**  
NEW OPPORTUNITIES

**HEALTH & FAMILY  
WELFARE DEPARTMENT**  
RESOLUTION 2016

Resolution

No. ME-II-M-41/2016-25084/H,

Dated: 26.11.2016



**Government of Odisha**  
Health & Family Welfare Department

## Vision



To realize the State's commitment to:

- a) Provide quality healthcare services to its citizens in the priority districts / sub-divisions
- b) Promote private sector investment in the healthcare sector through strategic partnerships, investment and policy interventions

## 1. Objectives

- a) To ensure delivery of quality healthcare services in the priority districts of the State at reasonable costs
- b) Ensure improved access and affordability of secondary and tertiary healthcare services in the State
- c) Provide impetus to growth of private sector healthcare investments, to ensure alignment with public health goals, and enable making healthcare systems more effective, efficient, rational, safe, affordable and ethical
- d) Promote establishment of healthcare institutions for best-in-class infrastructure and technology in healthcare delivery in the priority districts

## 2. Policy period

The Policy will remain in operation for a period of five (5) years from the date of its notification until substituted by another Policy.

## 3. Industry Status

Healthcare sector investments in priority districts shall be accorded all the incentives present in the Industrial Policy Resolution 2015 and shall be treated at par with the priority sector investments.

## 4. Scope

The Policy would provide incentives and exemptions in conjunction with any other applicable existing policy of the State and Government of India.

An investor may choose a particular provision from either this Policy or any other policy, but not both.

## 5. Priority Districts

The primary purpose of this policy is to ensure quality healthcare services in identified priority districts of the State. The list of these priority districts is as follows:

1. Bolangir
2. Boudh
3. Gajapati
4. Kalahandi
5. Kandhamal
6. Koraput
7. Malkangiri
8. Nawarangapur
9. Nuapada
10. Rayagada
11. Sonepur

## 6. Eligible Hospital Projects

A hospital shall be an institution for healthcare services (including modern allopathy and mental health) providing specialized treatment including but not limited to curative and rehabilitative care services and including promotional, preventive healthcare services. The hospital projects shall be graded as follows:

Grade '1':	Hospitals under 100 beds
Grade '2':	Hospitals 101–200 beds
Grade '3':	Hospitals 201–300 beds
Grade '4':	Hospitals 301–400 beds
Grade '5':	Hospitals 401–500 beds
Grade '6' and above:	For every additional 100 beds above 500, the Hospital will qualify for the next higher Grade.

The minimum requisite number of doctors and support staff for each grade will be as per the Indian Public Health Standards (IPHS) guidelines.

All incentives, support and assistance under the Policy shall be applicable for eligible hospital projects developed under Grade '1' and above, with minimum of 50 beds in the identified Priority Districts.

Enterprises intending to establish healthcare facilities as part of Corporate Social Responsibility shall also be encouraged for the development of hospital projects in priority districts. Dovetailing of the CSR funds with the various schemes of the Government for setting up such hospital projects shall also be explored.

## 7. Incentives

### 7.1 Capital Subsidy

Capital subsidy shall be provided on capital investments made in the project. The subsidy will not be provided on capital investment made towards cost of land, working capital and operative expenses. The subsidy shall be limited to 30% of the capital investment subject to ceiling of Rs. 10 Crore for Grade '1' and additional ceiling of Rs. 5 crore for each higher grade hospital as applicable under provisions of this Policy.

### 7.2 Incentives on Expansion

An existing hospital in the priority district, which upgrades into a multi-specialty hospital or a super specialty hospital; shall be eligible to avail incentives on additional capital investment for the expansion on the same line as available for setting up new hospitals in this policy, provided the new capacity / expansion planned has at least 50% additional beds of the existing capacity and the existing capacity is of at least 100 beds.

### 7.3 Allotment of Government Land

Government will provide priority in allocation of land for the new hospital projects in priority districts subject to availability at concessional land rates mentioned in the Industrial Policy Resolution 2015 and as revised from time to time. Applicable norms of Govt. and Medical Council of India shall be applicable for assessment of land requirement for setting up a new project.

## 8. Governance

The policy shall enable proper implementation and smooth functioning of the provisions to facilitate healthcare investments in the priority districts of the State.

All projects to be covered under this Policy shall go through the State Level Single Window Clearance Authority (SLSWCA) through IPICOL for clearance as per the prevailing practice for large industries in the State. Principal Secretary, Health & Family Welfare Department shall be part of the SLSWCA while considering the healthcare sector projects.

## 9. General Terms and Condition

- a) For the purpose of this policy all terms, definitions and interpretations shall be as per the policies of the State Government for promotion and development of healthcare activities.
- b) Doubts relating to interpretation of any term and/or dispute relating to the operation of any provision under this policy shall have to be referred to the Health & Family Welfare Department, Government of Odisha for clarification / resolution and the decision of Government in this regard shall be final and binding on all concerned.
- c) No right or claim for any incentive under this policy shall be deemed to be conferred merely on the ground of provision in this policy. Implementation of various provisions covering the incentives, concessions, etc. will be subject to the issue of detailed guidelines / statutory notifications, wherever necessary in respect of each item by the concerned Administrative Department.
- d) The State Government may at any time amend any provision of this Policy.



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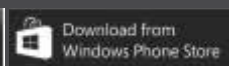
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