



No. CI 209 SPI 2017

Date 09.10.2017

NOTIFICATION

Sub: Central Inspection Framework for Industrial Inspections -
Ease of Doing Business.

- Ref: 1. Proceedings of the meeting held on 03.08.2017 under
the chairmanship of Chief Secretary to Govt., Govt., of
Karnataka.
2. Department of Factories, Boilers, Industrial Safety &
Health, circular No. EST-1/MISC/CR-54/2016-17;
3. Karnataka State Pollution Control Board, Office
Memorandum No. PCB/782/COC/2016/7158, dated
31.03.2016.

The Department of Industrial Policy & Promotion (DIPP), Ministry of Commerce, Government of India (GoI), had communicated the detailed list of action points under Business Reform Action Plan- 2017. Action Points No. 86, 87 & 88 calls for setting up of Central Inspection System for undertaking compliance inspections of the departments concerned.

Government of Karnataka, in view of the above, has initiated the process of institutionalising the Central Inspection System for undertaking the compliance inspections for establishments under various acts/ rules of the Labour Department, Factories & Boilers Department and Karnataka State Pollution Control Board (KSPCB).

The development of Central Inspection System was discussed in the meeting held on 03.08.2017 under the chairmanship of Chief Secretary to Government of Karnataka.

Vide reference at (2), (3) & (4) cited above, the concerned departments i.e. Labour, Factories and Boiler Department and Karnataka State Pollution Control Board have come up with the detailed risk classification for the establishments under various acts/ rules monitored by the Department.

Currently, industrial establishments are being inspected multiple times by the multiple departments. To facilitate Ease of Doing Business, the concerned Departments, have already introduced a computerised system for risk assessment of establishments and random allocation of inspectors in their respective inspection modules.

Further, to facilitate the process as a part of good regulatory practice, the Government, in consultation with the concerned departments, notifies that there shall be a joint inspection for the establishments that are governed by various rules /acts /laws of the concerned departments. Government after careful

examination in the matter and in consultation with the concerned Departments, hereby issues the following action points for implementation of central inspection system:

- a) There will be a Centralised Inspection system for conduct of compliance inspections pertaining to concerned departments in the existing e-Biz (Single Window) Portal.
- b) The scheduling of inspections & allocation of the inspectors will be system generated (without any manual intervention) based on the risk and level of the officer. The risk parameters and the level of officers to inspect the type of establishment are mentioned in the circulars / notifications by the concerned departments.
- c) A common checklist in consultation with the concerned departments shall be prepared. The inspections shall be conducted as per the procedure and checklist published on the individual department's website.
- d) The Karnataka Udyog Mitra (Single Window Agency) shall implement and monitor setting up of the Central Inspection System in the State. It will direct for scheduling synchronised inspections, submission of inspection reports, procedural monitoring, approval of inspection checklists/ procedures under various laws, conflict and queries resolution of applicants and inspectors.
- e) The schedule of the inspections would generated on the 15th of every month (for the next month) and shared with the concerned officers with the details of the organisation, date of inspection, the names and contacts of the officers from other concerned department's

Coverage

The Central Inspection system will be applicable to the following acts/ rules/ laws of the concerned departments:

Labour Department and Factories, Boilers, Industrial Safety & Health Department

1. The Contract Labour (Regulation and Abolition) Act, 1970
2. The Equal Remuneration Act, 1976
3. The Payment of Wages Act, 1936
4. The Factories Act, 1948
5. The Minimum Wages Act, 1948
6. The Inter-State Migrant Workmen (Regulation of Employment and Conditions of Service) Act, 1979
7. The Maternity Benefit Act, 1961
8. The Payment of Bonus Act, 1965
9. The Payment of Gratuity Act, 1972
10. The Karnataka Shops and Commercial Establishment Acts, 1961
11. The Karnataka Industrial Establishments (National and Festival Holiday) Act, 1963
12. The Karnataka Labour Welfare Fund Act, 1965

Karnataka State Pollution Control Board

1. The Water (Prevention & Control of Pollution) Act, 1974
2. The Air (Prevention & Control of Pollution) Act, 1981

The Central Inspection System may at a later stage broaden the coverage of this framework and bring in more Acts and departments for synchronized and co-ordinated inspections.

By Order and in the name of the
Governor of Karnataka,

R. Latha
9/10/17
(R. LATHA)

Desk Officer (Technical Cell) (I/c),
Commerce & Industries Department.

To,

1. Principal Secretary to Government, Urban Development Department, Vikasa Soudha, Bengaluru-01.
2. Principal Secretary to Government, Revenue Department, M.S Building, Bengaluru-01.
3. Secretary to Government, Labour Department, Vikasa Soudha, Bengaluru-01.
4. Commissioner for Industrial Development and Director of Industries & Commerce, Khanija Bhavan, Race Course road, Bengaluru-01.
5. Commissioner, Labour Department, Bengaluru.
6. Chief Executive Officer & Executive Member, Karnataka Industrial Area Development Board, Khanija Bhavan, Race Course road, Bengaluru-01.
7. Chief Executive Officer & Chief Advisor, Technical Consultancy Services Organization of Karnataka (TECSOK), Basava Bhavana Basaveshwara Circle Bengaluru-01.
8. Member Secretary, Karnataka State Pollution Control Board, Parisara Bhavan, Bengaluru.
9. Managing Director, Karnataka Udyog Mitra, Khanija Bhavana , Race Course Road, Bengaluru-01.
10. Director, Factories, Boilers, Industrial Safety and Health Department, Bengaluru.
11. Director (Technical Cell) , Department of Industries and Commerce, Vikasa Soudha, Bengaluru-01.
12. PS to Additional Chief Secretary to Government, Department of Industries and Commerce, Vikas Soudha, Bengaluru-01.
13. Guard File/Spare Copies.