

**GOVERNMENT OF INDIA
TOURISM
LOK SABHA**

UNSTARRED QUESTION NO:3046
ANSWERED ON:20.12.2004
CONSTRUCTION OF ONE-STAR HOTELS
Rawat Shri Ashok Kumar

Will the Minister of TOURISM be pleased to state:

(a) whether the Government proposes to lay emphasis to construct One-Star Hotels and dormitories for pilgrims to boost tourism in States; and

(b) if so, the details thereof, State-wise?

Answer

MINISTER OF STATE FOR TOURISM (INDEPENDENT CHARGE) (SMT. RENUKA CHOWDHURY)

(a) and (b): In order to boost Tourism in the States, the Department of Tourism has introduced a Scheme 'Incentive to Accommodation Infrastructure during the 10th Five Year Plan for augmentation of accommodation in budget category hotels i. e. 1 star to 3 star and heritage basic category for tourists including pilgrims.

Under this Scheme, Capital Subsidy is granted to new hotel projects in 1 to 3 star and Heritage Basic category in the country except the four metropolitan cities, Delhi, Mumbai, Kolkata and Chennai. The incentive is granted in the form of Capital Grant of 10% of the total principal loan taken from designated Financial Institutions/Scheduled Banks or upto Rs.25 lakh to 1 star hotels, Rs.50 lakh to 2 star hotels, Rs. 75 lakh to 3 star hotels and the Heritage Basic category project, whichever is less.