### **AGRI-FOOD CLUSTER TRANSFORMATION (ACT) FUND**

### **Capability Upgrading (CU) Component**

#### **GUIDELINES FOR APPLICATION**

### **Objective**

- Co-fund the purchase of equipment and systems from SFA's pre-qualified list, conduct small-scale pilot trials to raise productivity and resource-efficiency, and reduce pollution and waste.
- 2. It also covers farms' expenses related to the Clean & Green (C&G) Standard adoption and GAP certification, such as the purchase of equipment and certification-related fees.

**Application Period:** The Capability Upgrading component will be available as part of the Productivity Solutions Grant (PSG) from 30 Apr 2021 to 31 Dec 2025.

## **Eligibility Criteria**

- 3. Applicant must be a farm licensee of a Singapore-based farm with valid licence issued by SFA. For new farms, applicant must have obtained SFA's approval for the proposed farming activity at the farm site.
- 4. Applicant must have a secured farm site for implementation of the proposed farming system.
- 5. For existing farms, applicant's farm shall be free of unauthorised or illegal activities for the past 1 year from time of application.
- 6. The total funding amount that can be awarded to an applicant and its related company<sup>1</sup> (as a group total) under the Capability Upgrading component for expenses related to the C&G Standard adoption and GAP certification is **\$15,000**, which comprises:
  - (i) \$10,000 for qualifying C&G consultancy fees
  - (ii) \$5,000 for certification-related fees

<sup>&</sup>lt;sup>1</sup> Companies are considered related if any shareholder(s) of the applicant company (either individually or collectively) owns more than or equals to 50% shareholding of another company. Applicants must declare any related companies during application.

## **Funding Support**

Farm Type <sup>2</sup>	Funding Support	Qualifying Cost
Projects in primary production of: - Leafy vegetable - Fruited vegetable - Food fish - Hen egg - Mushroom - Shrimp	Co-funding at <b>70%</b> up to \$100,000 per project	<ul> <li>Equipment purchase price for list of prequalified sector-specific farming solutions (including equipment that meet C&amp;G Standard and GAP certification), which can be found on the Business Grants Portal.</li> <li>For adoption of the C&amp;G Standard and GAP certification, the qualifying consultancy fees and certification-related fees could be supported up to \$10,000 and \$5,000 respectively.</li> </ul>
Projects in primary production of other food types	Co-funding at <b>50%</b> up to <b>\$50,000</b> per project	

## **Application**

- 8. Applications for purchase of equipment and systems from SFA's pre-qualified list must be made via the Business Grants Portal (BGP) and submitted together with the following documents:
  - (i) Valid farm licence or in-principle approval for farm licence
  - (ii) Updated company ACRA records (if farm licence is registered under a company)
  - (iii) Latest 1-year financial statement
  - (iv) Farm and project layout plans
  - (v) Project outcome
  - (vi) Lease agreement
  - (vii) Brochures and quotations for cost of project items
- 9. For applications for purchase of equipment and systems from SFA's pre-qualified list, select 'Pre-scoped Productivity Solutions' on the BGP.
- 10. For applications on C&G Standard and GAP certification, applications can be sent to SFA\_Incentives@sfa.gov.sg.
- 11. Applications will only be processed upon complete submission of documents and information. The date of submission of application on BGP or to SFA will be taken as the Application Date.
- 12. Upon SFA's request, the applicant shall provide quotations from more than one supplier or company for the qualifying cost items.

<sup>&</sup>lt;sup>2</sup> Effective from 1 May 2023 onwards, application for project in primary production of leafy vegetable, fruited vegetable, food fish, hen egg, mushroom and shrimp is eligible for co-funding at 70% up to \$100,000 per project.

### **Project Implementation**

- 13. All purchases are to be completed within the Project Implementation Period i.e. **6 months** from date of Letter of Offer.
- 14. Only expenses incurred from Application Date to end of Project Implementation Period can be reimbursed.

#### **Claims and Disbursements**

- 15. Claims can only be made upon issuance of Letter of Offer and upon receipt of Acceptance Letter by SFA.
- 16. Disbursements of funds are made on a reimbursement basis. Funds will be disbursed upon claim reimbursement.
- 17. Claims must be submitted together with the following documents:
  - (i) Invoices or receipts pertaining to the qualifying cost
  - (ii) Proof of payment
  - (iii) Delivery order
  - (iv) Progress Report
  - (v) Certification of C&G / GAP (for CU Standards)
- 18. Final claims should be submitted before the claim due date as stated in the Letter of Offer.
- 19. Funds will be disbursed to the fund recipient through interbank GIRO.

#### Other Information

- 20. Concurrent applications using the same farm site by applicant and its related company is allowed, provided it is not a repeat project that has been funded under the same farm site and does not provide significant improvement. The following cases would be considered as 1 farm site, regardless of individuality of licence:
  - (i) A single company / entity licensed for more than one farm plot in close proximity (i.e. adjoining / adjacent) in an area or building;
  - (ii) Different companies / entities with the same major shareholder and / or have similar shareholders licensed for more than one farm plot and are within close proximity (i.e. adjoining / adjacent) in an area or building; and
  - (iii) Farm plots with the same Temporary Occupation Licence (TOL) and licence for coastal farms.
- 21. The co-funded items shall only be used for the purpose stated in the application and for local production.
- 22. The company shall own and possess the co-funded items during the Project Implementation Period and a Holding Period of 1 year, starting from the target date to fulfil project deliverables.
- 23. SFA has the right to reject any applications or claims and its decision is final.
- 24. For further information, please contact SFA (Local Production Planning and Development Department) at:
  - Email: SFA\_Incentives@sfa.gov.sg

### Annex A

# **Timeline of Project**

