

The Jalvahak Scheme

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Context:

Union Government unveils 'Jalvahak' Scheme to boost Inland Waterways

About:

The **Jalvahak Scheme** is a cargo promotion initiative launched by the Union government to encourage the transportation of long-haul cargo via inland waterways in India. This scheme aims to reduce logistics costs, decongest road and rail networks, and harness the trade potential of inland waterways.

Key Details of the Jalvahak Scheme:

- Nodal Ministry: Ministry of Ports, Shipping & Waterways (MoPSW)
- Implementing Agencies: Inland Waterways Authority of India (IWAI) and Inland & Coastal Shipping Ltd (ICSL), a subsidiary of the Shipping Corporation of India.

Objectives:

- **Promote Long-Haul Cargo Transportation**: The scheme is designed to incentivize the movement of goods over long distances through India's national waterways, which is more efficient and environmentally friendly compared to road and rail transport.
- **Reduce Logistics Costs**: By shifting cargo transportation to waterways, the scheme aims to reduce the overall cost of logistics in India.
- **Decongest Road and Rail Networks**: The scheme seeks to alleviate congestion on roads and railways by diverting cargo traffic to waterways, thereby improving overall transport efficiency.

National Waterways Covered:

1. **NW1**: River Ganga

2. NW2: River Brahmaputra

3. **NW16**: River Barak

Incentives Offered:

• Cargo owners are eligible for **up to 35% reimbursement** on operating costs for transporting goods over distances of more than 300 km via waterways.

Scheduled Services:

- The scheme facilitates **fixed-day scheduled sailings** between key locations, such as:
- Kolkata, Patna, Varanasi, and Pandu (Assam).

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Validity:

• The Jalvahak Scheme is initially valid for **three years**, with the aim of shifting 800 million tonnes of cargo over 800 million tonne-kilometers by 2027.

Model Shift:

• The scheme is part of a broader effort to shift significant amounts of cargo to inland waterways, supported by an investment of **?95.4 crores** by 2027.

This initiative plays a crucial role in promoting the use of India's inland waterways for cargo transport, helping to reduce the burden on other transport sectors and contribute to a more sustainable and efficient logistics network.