PARIVARTAN Scheme

Prelims: Current events of national and international scheme | Government policies and interventions

Why in News?

The Ministry of Housing and Urban Affairs (MoHUA) has officially approved the guidelines for the PARIVARTAN Scheme.

- **PARIVARTAN** - Programme for Accelerated Renewal and Incentivisation of Vehicle Assets for Reducing Transport Air Pollution and Network Emissions.
- **Aim** - To combat air pollution in the ***Delhi-National Capital Region (NCR)*** by replacing old, highly polluting commercial buses and trucks with cleaner electric or Bharat Stage (BS)-VI-compliant vehicles.
- **Funding -** The National Capital Region Planning Board (NCRPB) will provide the funding.
- **Implementation-** The Ministry of Road Transport and Highways (MoRTH) is responsible for implementing the scheme.
- It will utilize an integrated digital platform that connects with systems like VAHAN, V-Scrap, DigiELV, and the Public Financial Management System (PFMS) for transparent delivery of benefits.
- **Incentives for Buyers -** The program offers a comprehensive package to encourage vehicle replacement, including
    - Motor Vehicle Tax concessions and registration fee waivers.
    - A 5% interest subvention on vehicle loans.
    - A minimum 8% discount from Original Equipment Manufacturers (OEMs) on eligible new vehicles.
    - Monthly fuel voucher support for diesel/CNG replacements.
    - One-time financial assistance for electric vehicle replacements and Certificate of Deposit (CoD) trading.
- **Industry and State Collaboration**
    - **State Level –** Delhi, Haryana, Rajasthan, and Uttar Pradesh have already issued notifications granting a 10-year motor vehicle tax

concession and registration fee waiver for vehicles purchased under PARIVARTAN.

- **Industry Level -** 11 OEMs, representing over 95% of the commercial vehicle market, have signed Memoranda of Understanding (MoUs) with MoRTH to provide the required discounts to eligible beneficiaries.

Reference

New Indian Express | PARIVARTAN Guidelines