NOTIFICATION

As per the recommendations proposed by Department of Industrial Policy and Promotion (DIPP), Government of India in Business Reform Action Plan, 2017, the Department of Labour & Employment, Government of Goa has considered to bring in more transparency in the existing system of inspections.

For the purpose of inspection, an establishment would be selected based on the risk criteria of industry. All the high risk industries would be inspected by concerned Labour Inspectors. Medium risk establishments have an option to choose between departmental inspection and Third Party Inspection while all Low risk establishment are exempted from inspection and Third party certification in lieu of submission of self-certification for compliance to all applicable labour laws.

Under the following Acts:

6. The Payment of Wages Act, 1936.
7. The Inter State Migrant Workmen (Regulation of Employment and Conditions of Service) Act, 1979.

Risk based Selection of Establishment for Inspection

1. Risk based Selection of Establishments for Inspection:

   Selection of establishments for inspection shall be on the basis of risk assessment per the following criteria:
   a) Number of workers
   b) Number of contract workers
2. Risk based Assessment and categorization of establishments:

a) Risk categorization on the basis of number of workers:

The Department of Labour and Employment risk profiles' industries as high risk, medium risk and low risk establishments with respect to the risk to workers in terms of their entitlements viz. wages, bonus & other remuneration, leave, holidays, working hours, work site facilities, safety & health, welfare and social security measures like gratuity, EPF, ESI, accident compensation etc.

Experience of the department indicates that larger the establishment lower has been the Compliance. The risk based categorization on the basis of number of workers of establishment is as follows:

- **High Risk**: Establishments employing above 100 workers (including contract/outsourced workers) on any day of the preceding calendar year.

- **Medium Risk**: Establishments employing 10-100 workers (including contract/outsourced workers) on any day of the preceding calendar year.

- **Low Risk**: Establishments employing less than 10 workers on any day of the preceding calendar year.

b) Risk categorization on the basis of number of contract workers engaged:

There are certain establishments employing large number of contract workers and in some cases number of contract workers exceeds the number of regular workers. In such establishments the terms and conditions of employment of regular workers and contract workers are totally different and it is observed that in several such cases contract workers are prone to exploitation. The risk categorization of industries on the basis of number of contract workers is as follows:

- **High Risk**: All such establishments employing contract workers, where total number of contract workers exceeds 25% of the total employed workers on any day of the preceding calendar year.

- **Medium Risk**: All such establishments employing contract workers, where total number of contract workers is less than 25% of the total employed workers on any day of the preceding calendar year.

c) Risk categorization on the basis of nature of activity of the establishment:

In certain activities workers are prone to risk of accidents and health hazards, which has been classified as follows:

- **High Risk**
  
The establishments under taking the following activities are categorized as high risk establishments.
1. Steel Industries.
2. Hotel Industries. Restaurants and eating Houses
3. Pharmaceuticals and Chemicals Industries.
4. Automobiles-Servicing and Repairing.
5. Construction Industries-maintenance of building and roads.
7. Cashew Industries.
8. Glass Industries.
10. Lime kilns Industries.
11. Match and fire Works/Explosive Industries.
16. Distilleries and Breweries Industries.
20. Ophthalmic lenses manufacturing industries.
22. Freshener Industries.
23. Tobacco Industries.
24. Manufacturing of Agricultural equipments
25. Foam Industries.
27. Fertilizer Industries.
28. Manufacturing ice blocks.
29. Aerated water.
30. Powder coating and painting Industries and Steel fabrication.
31. Fishnet Industries.
33. Manufacture of Oxygen and Medical Oxygen.
34. Leather tanning.
35. Fish and Food canning.
36. Petroleum and petroleum Products.
37. Slaughter Houses.
38. Liquefied Petroleum gas (filling plant)
39. Electrical and Electronic Industries.
40. Hydraulic fittings.
41. Zinc Oxide.
42. Insecticides and Pesticides.
43. Soap and Detergent Industries.
44. Metal products manufacturing.
45. Coal Industry.
46. Coke, Casting and Pig Iron.
47. Cashew shell Oil Industries.
48. Gold and Silver plating Industries.
49. Manufacturing of Optic Fiber Cable.
50. Motor Winding Industry.
51. Wax Industry.
52. Explosive industry

- Medium risk
  The following establishments are categorized as medium risk establishments.
  1. Clubs and Canteens.
  2. Garment Industries.
  3. Private Hospital, Nursing Homes and Clinics.
  4. Salt pans.
  5. Handloom weaving.
  8. Laboratories (R&D).
  9. Watch and Ward
  11. Masala Industries.
  12. Laundry.
  13. Cold Storage.
  15. Flour mills.
  16. Poultry and other farms (Spice plantations).
  17. Shoe making Industries.
  18. Farming (Fish, Agriculture, Horticulture).
  19. Tailoring.
  22. Incense sticks Industries.
  23. Handicrafts Industries.
  24. Manufacturing of cardboards and plywood's.
  25. Manufacturing of Stationery.
  27. Manufacturing of Funeral materials.
  28. Manufacturing of Ice-cream.
  29. Manufacturing of Cosmetics and Perfumes.

- Low Risk
  Establishments which are not included in High or Medium risk industry category
  would be categorized as low risk industries.

d) Exemption from inspection/ self-certification

- Medium risk establishments with a history of satisfactory compliance under all the
  applicable Acts over 5 years from date of commencement of business, will be
  exempted from inspection subject to submission of self-certification (or third party
  certification) every year for a period of two years initially. This is subject to condition
  that no accidents, complaints and lock-down have been reported in the two years of
  self-certification/third-party certification.
- Low risk establishments have been exempted from inspection subject to condition that the establishment will submit a self-certification every year with regards to compliance under all applicable Acts. However, Labour Inspectors may conduct random inspection of the establishment with prior approval from Labour Commissioner, in case of any receipt of complaints from workmen, union and others or any other grievances that may arise and may undertake compliance inspection once in five years.

c) Third Party Certification

- Medium risk establishments are also permitted to opt for Third Party Certification for a period of two years. After expiry of two years from the date of third party certification, the inspection shall be scheduled by the concerned Labour Inspector. After one year from the date of inspection by the Labour Inspector, the establishment may again opt for third party certification, continuing with the cycle as described before.

The employers of all medium risk establishments shall furnish combined annual return along with self-certificate or certificate by third party agency to the department every year.

Empanelment of agencies: For the purpose of carrying out Third Party certification, the Government shall empanel Third Party agencies. If any complaint is received against any establishment after the inspection from any source by the department and on enquiry the establishment is found guilty then the third party certification shall stand revoked by the issuing authority and fresh inspection would be carried out by Labour Department.

By Order and in the name of

(Georgina Saldanha)
Under Secretary (Labour)

To

The Director, Printing and Stationery, Government Printing Press, Panaji-Goa with a request to publish this notification in Official Gazette.

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