



Directorate of Institutional Finance
(Public Private Partnership Cell)
Government of Madhya Pradesh

No. DIF/PPP/345/SLEC-15/2013/1210

Dated 15.4.2013

To,

1. Additional Chief Secretary, Govt. of M.P, Food & Civil Supplies, Mantralaya, Bhopal.
2. Additional Chief Secretary, Govt. of M.P, Finance Department, Mantralaya, Bhopal
3. Principal Secretary, Govt. of M.P, Law Department, Vindhyachal Bhawan, Bhopal.
4. Principal Secretary, Govt. of M.P, Planning, Economics & Statistics Department, Mantralaya, Bhopal
5. Managing Director, M.P. State Warehousing & Logistics Corporation, Bhopal

Sub:Minutes of the 15th meeting of the State Level Empowered Committee for Public Private Partnership (PPP) Projects.

The 15th meeting of the State Level Empowered Committee for PPP Projects was held on 6th April, 2013 under the Chairmanship of the Chief Secretary. As directed, copy of the minutes of the said meeting is enclosed herewith.

Encl: as above.

sd/-

Joint Director
Institutional Finance

Endt. No.DIF/PPP/345/SLEC-15/2013/1211

Dated: 15.04.2013

Copy to – Staff Officer to the Chief Secretary, Government of Madhya Pradesh,
Mantralaya, Bhopal for information please.

sd/-

Joint Director
Institutional Finance

State Level Empowered Committee for Public Private Partnership Projects

15th Meeting

6th April 2013

Venue: CS Ante Chamber

Minutes

The 15th Meeting of the State Level Empowered Committee (SLEC) for Public Private Partnership projects was held on 6th April 2013. The list of participants is at Annexure A.

The OSD & Commissioner, Institutional Finance briefed the Committee that the Department of Food and Civil Supplies through the MP Warehousing and Logistics Corporation have proposed to develop, operate and maintain steel silos and storage for wheat facilities through the PPP mode. Thereafter the Managing Director, MP Warehousing and Logistics Corporation (MPWLC) made a presentation explaining the details of the proposed project.

The MPWLC explained the supply chain proposed for this arrangement which will involve the supply of wheat by the farmer to the Silos and thereafter the distribution to the Public Distribution System (PDS) and the Food Corporation of India (FCI). It was also informed that the Technical Consultant appointed for this project has prepared a feasibility report and on the basis of this detailed working plan is being finalised. The Managing Director apprised the Committee that the output deliverables mainly like maintenance of food grain quality and reducing wastage of food grain are the parameters which the MPWLC has specified. Land for development of Silos has been identified and allotted at the 10 proposed locations. The onus of accessibility will be with the Government. However, responsibility of other infrastructure facilities like water, power, etc will be of the Concessionaire. 10 year business guarantee will be assured by the Government.

The following decisions were taken by the Committee:

- i) The Department has proposed a Concession period of 20 years extendable by mutual consent for another 5 years at a time subject to a maximum period of 10 years. However, in the interest of the Government so as to adopt a transparent policy, it was decided to have a Concession period of 30 years at a stretch rather than extending the concession period.
- ii) The Chief Secretary directed that minimum quality specifications for development, operation and maintenance of the silos should be specified.

iii)The present project has been proposed without Railway sidings. It was decided that in future all projects for development of silos shall be with Railway sidings.

iv) Incentive scheme like setting up of Flour Mills on the Campus where the silos are located should also be considered.

v)Clause 8.12.2 of the Information memorandum states the following:

"There may be cases where the successful bidder does not require any VGF and instead offers a service charge lower than the standard charge. In such a situation, the bidder seeking the lowest service charge will be selected."

This clause is not as per the bidding parameter of lowest grant/highest premium. Therefore it was decided to remove the condition of service charge as defined above.

vi)The committee accorded in principle approval of the project.

The meeting ended with a vote of thanks to the Chair.

(Approved by the Chairperson.)

(Ashish Upadhayay)

OSD & Commissioner Institutional Finance

&

Ex Officio Secretary to the SLEC.

**List of Participants in the 15th Meeting of the State Level Empowered Committee
(SLEC) for PPP Projects held on 6-04-2013**

1. Shri R. Parasuram, Chief Secretary, in the Chair
2. Shri Anthony Desa, Additional Chief Secretary, Govt. of M.P., Food & Civil Supplies Deptt.
3. Shri Ashish Upadhyaya, OSD & Commissioner, Institutional Finance Govt. of M.P.,
4. Shri S.N. Misra Secretary, Govt. of M.P., Finance Deptt.
5. Shri Sheo Shekhar Shukla, Managing Director, MP Warehousing & Logistics Corporation, Bhopal.
6. Shri Anil Verma, Secretary Govt. of M.P., Law & Legislative Affairs Deptt.
7. Shri C.P. Agarwal, Advisor, State Planning Commission, Bhopal.
8. Shri J.K. Dubey, Chief Engineer, MP Warehousing & Logistics Corporation, Bhopal.