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No. DIF/PPP/345/SLEC-24/2014/4316 Bhopal Dated: 22 — September, 2014

To,

1. Additional Chief Secretary, Govt. of M.P, Planning Department, 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.
Mantralaya, Bhopal.
4. Principal Secretary, Govt. of M.P, Public Works Department, Mantralaya, Bhopal.
5. Principal Secretary, Govt. of M.P, Urban Administration & Environment Department,
Mantralaya, Bhopal.
6. Principal Secretary, Govt. of M.P, Public Health Engineering, Department, Mantralaya,
Bhopal.
7. Managing Director, M.P. Road Development Corporation, Bhopal.
8. Commissioner, Urban Administration, M.P., Bhopal .
9. Managing Director, M.P. Jai Nigam, Bhopal

**Sub: Minutes of the 23rd meeting of the State Level Empowered Committee for
Public Private Partnership (PPP) Projects.**

The 23rd meeting of the State Level Empowered Committee for PPP Projects was held on 15th September, 2014 under the Chairmanship of the Chief Secretary. Copy of the minutes is enclosed herewith.

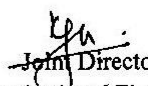
Encl: as above.


Joint Director

Institutional Finance

Endt. No. DIF/PPP/345/SLEC-23/2014/4317 Bhopal Dated: 22 September, 2014
Copy to:

1. Staff Officer to the Chief Secretary, Govt. of Madhya Pradesh, Mantralaya, Vallabh Bhawan, Bhopal for information.


Joint Director

Institutional Finance

State Level Empowered Committee for Public Private Partnership Projects

23rd Meeting

15th September 2014

Venue: C.S. Ante Chamber, Mantralaya, Vallabh Bhawan, Bhopal

Minutes

The 23rd meeting of the State Level Empowered Committee (SLEC) for Public Private Partnership projects was held on 15th September 2014. The list of participants is attached in Annexure A.

Commissioner, Institutional Finance briefed the Committee about the proposals put up for consideration. He apprised that 11 projects are being put up in the agenda. Out of the aforesaid, 2 projects are from Urban Development and Environment Department, 3 projects are from Madhya Pradesh Road Development Corporation and 5 projects are from the Madhya Pradesh Jal Nigam.

The Committee discussed the agenda items in detail and the following decisions were taken:

1. Implementation of Regional Integrated Solid Waste Management Project, Katni proposed by UDED for “Final Approval” by SLEC.

- i. The Committee was apprised by Principal Secretary, Urban Development and Environment Department that the Project is for door to door collection, transportation, segregation, scientific treatment and disposal (at regional ISWM Facility in Katni) of municipal solid waste in Katni, Sehora, Barhi, Kymore and Vijayraghvarh. The project is being proposed on tipping fee basis.
- ii. Additional Chief Secretary Finance observed that Viability Gap Funding may be considered for similar projects being posed in the future.
- iii. The Chief Secretary directed adherence to performance parameters so as to ensure collection of waste from door to door.
- iv. The Project is proposed to be financed by the Concessionaire through a mix of equity and debt and the Committee approved the following revised funding structure for the Project:

Stakeholder	INR Crores (figures Rounded off)
Estimated Project Cost	35.40
Grant from DFID (25%)	8.85
Grant from GoMP (25%)	8.85
Concessional/Soft Loan from MPUIF (20%)	7.08
Private Operator Share (30%)	10.62 + Cost Overrun, if any

- v. The Committee decided that the Department may issue a Request for Proposal (RfP) from bidders other than the pre-qualified bidders through three envelope system. The pre qualified bidders may be asked to submit only the financial proposal through the aforementioned RfP. The proposal due date for the RfP should be around 30th October, 2014.
- vi. The Committee discussed the proposal and recommended the project for Regional Integrated Solid Waste Management Project, Katni on Design, Build, Finance, Operate and Transfer (DBFOT) basis for approval by the Cabinet. The Committee approved the documents on DBFOT basis.

2. Implementation of Regional Integrated Solid Waste Management Project, Sagar proposed by UDED for “Final Approval” by SLEC.

- i. The Committee was apprised by Principal Secretary, Urban Development and Environment Department that the Project is for door to door collection, transportation, segregation, scientific treatment and disposal (at regional ISWM Facility in Sagar) of municipal solid waste in Sagar, Bina, Khurai, Garhakota, Rehli, Deori, Banda, Rahatgarh, Shahgarh, and Shahpur. The project is being proposed on tipping fee basis.
- ii. The Project is proposed to be financed by the Concessionaire through a mix of equity and debt and the Committee approved the following revised funding structure for the Project:

Stakeholder	INR Crores (figures Rounded off)
Estimated Project Cost	70.54
Grant from DFID (20%)	14.11
Grant from GoMP (20%)	14.11
Concessional/Soft Loan from MPUIF (30%)	21.16
Private Operator Share (30%)	21.16 + Cost Overrun, if any

- iii. The Committee discussed the proposal and recommended the project for Regional Integrated Solid Waste Management Project, Sagar on Design, Build, Finance, Operate and Transfer (DBFOT) basis for approval by the Cabinet. The Committee approved the documents on DBFOT basis.

3. Proposal for Development of 18 ROBs & 9 LHS on 18 locations of existing Railway Level Crossings in the State of M.P. on PPP basis proposed by MP Road Development Corporation Limited (MPRDC)

- i. The Managing Director, MP Road Development Corporation apprised the Committee that in this project, construction of 18 RoBs and 9 LHS are being considered. The Managing Director also informed that since toll would not be levied in RoBs falling under the city area therefore there would be cross subsidization of toll under the project.
- ii. The committee was informed that based on the financial analysis and recommendation of B.K. Chaturvedi Committee recommendation, Viability Gap Funding by the State is being proposed as equity support.
- iii. The Committee discussed the proposal and recommended the project for development of 18 ROBs & 9 LHS on 18 locations of existing Railway Level Crossings in the State of M.P. on BOT (Toll) basis for approval by the Cabinet. The Committee approved the documents on BOT (Toll) basis.

4. Proposal for Four Laning with Paved Shoulder of Dewas-Ujjain-Badnawar section on BOT (Toll plus Deemed Shadow Fee) basis proposed by MP Road Development Corporation Limited (MPRDC)

- i. The Managing Director, MP Road Development Corporation apprised the Committee that MPRDC had submitted the SLEC proposal for final approval in the 20th SLEC. The Committee had discussed the proposal and granted in-principle approval subject to the approval of documents of Toll plus Deemed Shadow Fee from DEA. It was decided that detailed financial analysis report and the working financial model were to be re-examined by the PPP Cell.
- ii. During this SLEC meeting, the committee was informed that the project has a three year construction period and the Deemed Shadow Fee is about 9% of the Total Project Cost calculated on NPV basis.

- iii. During this SLEC meeting, the Committee discussed the proposal and recommended the project for Four Laning with Paved Shoulder of Dewas-Ujjain-Badnawar section on BOT (Toll plus Deemed Shadow Fee) basis for approval by the Cabinet. The Committee approved the documents on BOT (Toll plus Deemed Shadow Fee) basis.

5. Proposal for Four Laning with Paved Shoulder of Indore – Ichhapur up to MP/MH Border section of SH – 27 on BOT (Toll) basis proposed by MP Road Development Corporation Limited (MPRDC).

- i. The Managing Director, MP Road Development Corporation apprised the Committee that this is an existing one and a half lane road which is being proposed to be developed as a four lane .The existing concession period is ending in December 2015. Therefore the project is proposed to be taken up on BOT (Toll) basis.
- ii. This project was submitted by MPRDC before the 20th SLEC for final approval. The Committee had discussed the proposal and granted in-principle approval. It was decided in that SLEC meeting that detailed financial analysis report and the working financial model were to be re-examined by the PPP Cell.
- iii. During this SLEC meeting, the Committee discussed the proposal and recommended the project for Four Laning with Paved Shoulder of Indore – Ichhapur upto MP/MH Border section of SH – 27 on BOT (Toll) basis for approval by the Cabinet. The Committee approved the documents on BOT (Toll) basis.

6. Proposal for Four Laning with Paved Shoulder of Ujjain- Jhalawad upto MP/Rajasthan section of SH -27 on BOT (Toll) plus Deemed Shadow Fee basis proposed by MP Road Development Corporation Limited (MPRDC).

- i. The Managing Director, MP Road Development Corporation apprised the Committee that this is an existing one and a half lane road and since there is high volume of traffic on this road, it is being proposed to be developed as a four lane. The existing concession period is ending in December 2015. Therefore the project is proposed to be taken up on BOT (Toll) plus Deemed Shadow Fee.
- ii. The Managing Director, MP Road Development Corporation apprised the Committee that MPRDC had submitted the SLEC proposal for final approval in the

20th SLEC. The Committee had discussed the proposal and granted in-principle approval subject to the approval of documents of Toll plus Deemed Shadow Fee from DEA. It was decided in that SLEC meeting that detailed financial analysis report and the working financial model were to be re-examined by the PPP Cell.

- iii. During this SLEC meeting, the Committee discussed the proposal and recommended the project for Ujjain-Jhalawad up to MP/Rajasthan section of SH - 27 on BOT (Toll) plus Deemed Shadow Fee basis for approval by the Cabinet. The Committee approved the documents on BOT (Toll) plus Deemed Shadow Fee basis.

7. Proposal for “Engineering, Procurement, Construction, Testing, Commissioning, and Operation & Maintenance of various components of Multi Village Rural Water Supply Scheme in the State of Madhya Pradesh on Design, Build, Finance, Operate and Transfer (DBFOT) basis proposed by MP Jal Nigam for “Final Approval” by SLEC.

- i. The Managing Director, MP Jal Nigam apprised the Committee that five Multi Village Rural Water Supply Schemes are being proposed in the State of Madhya Pradesh through Public Private Partnership (PPP) on Design, Build, Finance, Operate and Transfer (DBFOT) basis which are as follows:
 - a) Narmada-Kshipra Multi Villages Rural Water Supply Project
 - b) Rajond Multi Villages Rural Water Supply Project
 - c) Nimrani Multi Villages Rural Water Supply Project
 - d) Begamganj-Gairatganj Multi Villages Rural Water Supply Project
 - e) Semrikalan Multi Villages Rural Water Supply Project
- ii. During discussions the following issues were clarified:
 - a) Begamganj – Gairatganj and Semrikalan Multi Villages Rural Water Supply Projects include catering to bulk water demand of two towns respectively. Since this issue is related with the Urban Development and Environment Department, Jal Nigam will consult the concerned Department in this regard.

- b) For raw water intake connections and supply of raw water from Narmada-Kshipra link Sinhasth Project pipeline at Village Simrol, agreement shall be entered with Narmada Valley Development Authority (NVDA).
 - c) For raw water from Mahi Dam in district Dhar, agreement shall be entered with Water Resources Department.
- iii. The Committee discussed the proposal and recommended the project for five village Rural Water Supply Scheme in the State of Madhya Pradesh on Design, Build, Finance, Operate and Transfer (DBFOT) basis for approval by the Cabinet. The Committee approved the documents on (DBFOT) basis.
- iv. The Committee decided that Jal Nigam is to issue a fresh Request for Qualification before 9th October, 2014 and simultaneously start the process for obtaining approval of Viability Gap Funding from Government of India.

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

Annexure A

List of Participants in the 23rd State Level Empowered Committee (SLEC) for PPP Projects held on 15th September 2014

1. Shri Anthony de Sa, Chief Secretary, Government of Madhya Pradesh, in the Chair.
2. Shri Ajay Nath, Additional Chief Secretary, Government of Madhya Pradesh, Finance Department, Mantralaya, Bhopal.
3. Shri C.V.Sirpurkar, Principal Secretary, Government of Madhya Pradesh, Law Department, Bhopal.
4. Shri S.N.Misra, Principal Secretary, Government of Madhya Pradesh, Urban Development & Environment Department, Mantralaya, Bhopal
5. Shri Vivek Aggarwal, Managing Director, MP Road Development Corporation and Commissioner, Institutional Finance, Bhopal.
6. Shri Sunjay Kumar Shukla, Commissioner, Urban Administration, Madhya Pradesh, Bhopal.
7. Shri C.P.Agrawal, Secretary, Government of Madhya Pradesh, Public Works Department, Mantralaya, Bhopal.
8. Shri N.P.Malvia, Chief General Manager, M.P.Jal Nigam, Bhopal
9. Shri G.C. Chaudhari, Additional Secretary, Public Health Engineering Department.