

MAINSTREAMING PPPS AT THE STATE LEVEL

Review and Plans for Government
of Madhya Pradesh

June 5, 2008



PPP STRATEGY ⁽¹⁾

○ State Legislation

- PPP Cell setup in Directorate of Institutional Finance, GoMP w.e.f. 31st May, 2006
- Director Institutional Finance declared as Nodal Officer for the State
- State Level Committee (SLC) for PPP Constituted :
 - Chief Secretary, GoMP is the Chairman
 - Provides speedy clearance of PPP Projects
 - All projects requiring VGF to be routed through SLC

PPP STRATEGY (2)

- Approval from cabinet, if required
- Adopted the panel of TAs recommended by GoI
- Nodal Officers declared in each agency implementing PPP Projects

PPP STRATEGY (3)

- Other policy statements
 - Model RFP for appointment of TAs
 - Model RFP for invitation of bids
 - Detailed Guidelines and RoadMap for PPP Projects in the State
 - Creation of Project Development Fund for Project Conceptualisation and Development



PPP STRATEGY (4)

- Focus Areas (Sectoral)
 - Urban Infrastructure
 - Roads
 - I.T. Parks
 - Sports Infrastructure
 - Tourism
 - Irrigation



PPP CELL (1)

○ PPP Nodal Officer

- Mrs. Pallavi Jain Govil (January 2008)
- Director Institutional Finance and Additional Secretary, Finance Deptt., GoMP
- Reporting to Principal Secretary, Finance Deptt., GoMP

○ PPP Specialist

- Mr. Atul Kumar Garg (October 2007)
- NHAI experience in PPP Projects
- Strengths in Road and Power Sector
- Reporting to Nodal Officer



PPP CELL (2)

○ MIS Specialist

- Mr. Sanjeev Sharma (September 2007)
- MIS and IT consulting experience
- Training and IT Authoring experience
- Reporting to Nodal Officer

○ Incharge PPP Cell

- Dr. Arun Paliwal (November 2007)
- Joint Director
- MBA, State Finance Service
- Reporting to Nodal Officer



ASSIGNMENTS AND LOGISTICS (1)

- Tasks assigned till date to PPP Cell
 - Dissemination of information on PPP Cell activities
 - Development of questionnaire for data gathering from ULBs
 - Basic framework preparation for MIS
 - Preparation of Model documents for :
 - RFP for TAs for projects upto Rs. 50 crores
 - RFP for projects upto Rs. 50 crores
 - Preparation of detailed guidelines for PPP
 - Preparation of scheme and guidelines for MPPDF
 - Hand-holding and Capacity-building of agencies implementing PPP Projects



ASSIGNMENTS AND LOGISTICS (2)

- Concept paper preparation for approval from cabinet :
 - Re-densification of Indore Central jail
 - Relocation of other jails to outskirts of cities
- Bid Documents preparation including Concession Agreement :
 - Swimming Pool at Bhopal
 - Multi-level parking at Bhopal
 - Logistics Hub at Mandideep (Parking cum warehousing)
- Documentation Assistance for appointment of TAs :
 - Bhopal Municipal Corporation (L1 selected)
 - Gwalior Municipal Corporation (L1 selected)
 - Ujjain Municipal Corporation (L1 selected)
 - Sports Department (TA appointed)



ASSIGNMENTS AND LOGISTICS (3)

- Site visits for development of PPP Projects :
 - Sagar (Urban)
 - Jabalpur (Urban)
 - Ujjain (Urban, Sports and Tourism)
 - Bhopal (Urban, Sports cum Tourism)
- Vetting of proposals/documents from government agencies on PPP projects
 - I. T. Parks at Bhopal, Jabalpur and Gwalior
 - Solid Waste Management for big cities
 - Convention Centre at Bhopal
 - Lawyers Chamber at Bhopal
 - Thatipur Housing Project, Gwalior



ASSIGNMENTS AND LOGISTICS (4)

- Vetting of proposals/documents from government agencies on PPP projects
 - Gwalior Municipal Corporation
 - Ujjain Municipal Corporation
 - Bus Shelters at Bhopal
 - Public conveniences at Bhopal
- Preparation of policy documents for PPP (under finalisation) –
 - Tourism
 - Irrigation
- RFQ preparation/evaluation –
 - Sports City, Bhopal
 - Biotechnology Park, Bhopal



ASSIGNMENTS AND LOGISTICS (5)

- Envisaged during 2008-09
 - Monitoring of progress of PPP Projects
 - MIS development for PPP in MP
 - Facilitate government bodies in development of PPP Projects
 - Policy document for PPP in Social Sector covering -
 - Health
 - Education
 - Capacity-building of implementing agencies
 - Site visits for development of new projects
 - Web Site creation for PPP in MP



ASSIGNMENTS AND LOGISTICS (6)

- Logistics and Support Services :
 - (Office, Computers, ACs, etc)
 - Provided to the best availability
 - Further strengthening in progress



REVIEW OF PPP PROJECTS ⁽¹⁾

○ Proposed and Facilitated	: 72
○ VGF applicants	: 06
○ Sector and Project Type	
● Road	: 19
● Urban	: 34
(Housing, Bus Terminals, Parking, etc.)	
● I.T. Parks	: 04
● Commerce & Industries	: 03
● Health	: 03
● Tourism	: 03



REVIEW OF PPP PROJECTS (2)

○ Sector and Project Type -

- Sports : 2
- Jail : 1
- Education : 1
- Transport : 1
- Aviation : 1
- Power : 1
- Biotech Parks : 1



REVIEW OF PPP PROJECTS ⁽³⁾

- PPP Modality overview
 - 2 on BOT, remaining on BOOT
- Status of Projects
 - Implemented : 18
 - Financial Closure : 17
 - Operations Commencement : 11
 - Close to award : 06



STATUS OF MOU IMPLEMENTATION

<i>Year</i>	<i>Target</i>	<i>Achievement</i>
2007	750	1,624
2008	1,250	1,500* + 4,350# = 5,850 (till date)

<i>Break-Up of 2008 figures</i>		
Central Business District, Bhopal	1,500	- Awarded - Premium : 338
Roads (2)	500	- Financial Bids invited
Sports City, Bhopal	600	- TA appointed - PQ completed
Township at Gwalior	1,200	- Bids received - Premium : 266 - Being awarded
I.T. Park at Bhopal	2,050	- Bids received, LOA being issued

*- Awarded
#- In process

Amount
in crores



M. P. PROJECT DEV FUND

- Government departments need to conceptualise and structurise projects properly
- Expertise not available in-house
- Resources for external hiring (consultants, agencies, etc) are short
- MPPDF provides assistance up to 100% of project development cost, subject to Rs. 15 lakhs per project



M. P. PROJECT DEV FUND

- Funds can either be -
 - a grant, or
 - recovered from successful bidder
- Initial contribution Rs. 2 crores
- To be vested with M.P. Infrastructure Investment Fund Board
- To be monitored by Finance Department, GoMP
- Budget Provision (2008-09) – Rs. 1 crore

SEMINAR ON PPP IN TOURISM

- 1-day seminar on Tourism on 22nd May 2008 at Bhopal
- Inter-departmental approach involving all stakeholders –
 - Tourism
 - Forest
 - Archaeology
 - Tribal
 - Culture
 - PWD
 - Eco-Tourism Board
 - Urban Administration
 - Handicrafts
 - ULBs
 - Rural Development
 - Water Resources
- MP's potential for Tourism development to be exploited through PPP route
- Areas identified – Heritage, Culture, Eco-Tourism, Rural, Leisure, Business, Pilgrimage Tourism

FORWARD PROGRAMME FOR PPP

- Focus Areas
 - Project Development Fund
 - Capacity-Building
 - PPP Projects in following sectors -
 - Urban
 - Tourism
 - Irrigation
 - Social



CHALLENGES AND ISSUES IN PPP

○ Challenges -

- Proper Structuring/Project Development
- Capacity Building
- Change in Thought Process/Mindset
- PPP Model for Irrigation and Social Sector

○ Issues -

- Appointment of legal Expert
- Experts' Travel
- Knowledge Base Creation (pppinindia.com)



FINALLY ...

... miles to go ...



Thank You

