



Orientation-cum-Review Meeting (ADB TA Mission)

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Since Goa PPP Nodal Officers Meeting

- Rajasthan has incorporated PPPs as part of Budget papers.
- Fiscal reporting formats have been developed.
- 11 new project proposals have been identified where feasibility reports have to be built.
- Rajasthan Social Sector Viability Gap Funding Scheme 2007 launched.

Eleventh Five Year Plan

- **Planning Commission has projected investment of Rs.20 lac crores for development of infrastructure.**
 - Rs.6.19 lac crores by Private Sector
 - Rs.7.65 lac crores by Centre
 - Rs.6.74 lac crores by States
- **Gap between estimated requirement and likely resources - Rs.1.70 lac crores**
 - Need for deeper debt financing.
 - Structuring large infrastructure projects on sound commercial principles.
- **Major State level investment sectors**
 - Electricity
 - Roads
 - Irrigation
 - Water Supply & Sanitation

ADB TA Mission 4890: MoU between DEA & GoR

- **2007-08**
 - Bid out at least 3 projects with a total cost of Rs.750 crores or more in at least 2 sectors.
- **2008-09**
 - Bid out at least 5 projects with a total cost of Rs.1,250 crores or more in at least 3 sectors.
- **2009-10**
 - Bid out at least 5 projects with a total cost of Rs,1,500 crores or more in at least 4 sectors



Sectoral Priorities and Issues...

- Rajasthan's sectoral priority for ADB TA is water sector.
- There are no models for PPP in water sector other than the Performance Base Deferred Payment Structure concept of Karnataka.
- Sector suffers from “Revenue stream constraints”.
- Most projects in the sector are not commercially viable.



Sectoral Priorities and Issues...

- GoR recently invited teams of ADB and the WB to discuss projects based on PBDPS/Annuity and ideas.
- It was informed that formulation of projects may take 18-24 months.
- WB and ADB did not have any instrument for financing these projects.



Status of TA Mission:

- Office space provided; counter part staff provided.
- Comprehensive website launched.
- Shelf of projects have been identified, feasibility reports to be prepared.
- Horizontal linkages with HCM RIPA established for training. Training programs/reading materials are to be designed.
- Clear delineated roadmap for ADB TA Mission recently received.
- Monitoring norms of consultants should be clearly established.



Suggestions

- Envisaged annual outcome of TA Mission remains constrained by structural rigidities. Given the centripetal nature of policy formulation greater coordinating agencies are necessary.
- National consensus needs to be arrived at with regard to model concession agreement/ annuity projects in water sector.
- Emphasis of TA Mission may be more on Capacity and Awareness Building.



Thank You