

PPP Nodal Officers' Workshop

**Gujarat Infrastructure Development Board
Government of Gujarat**

Cochin, November 26, 2008



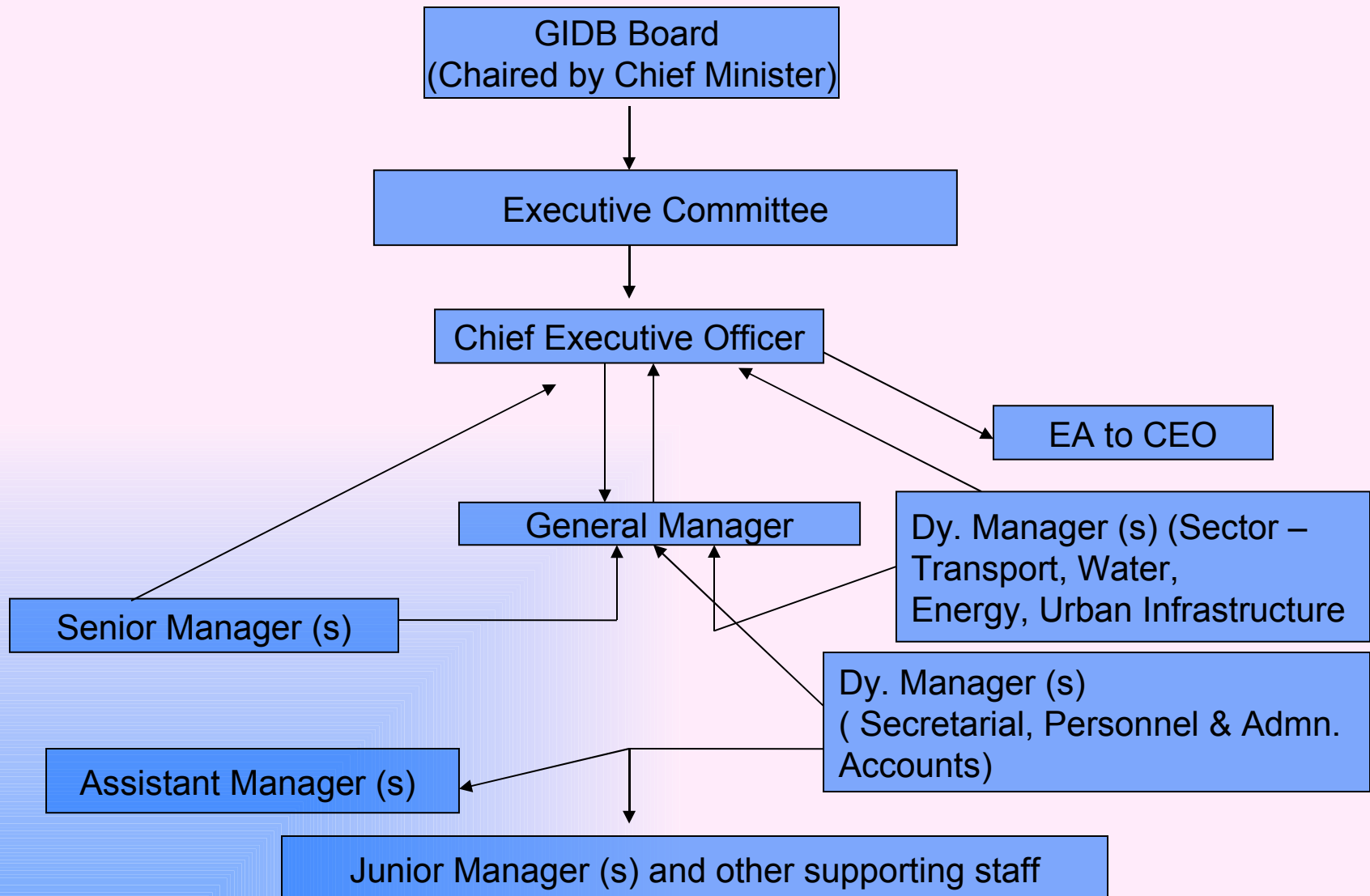
Description of PPP Strategy for State

➤ State Legislation and other Policy Statements Concerning PPP

TA-PPP Cell established at	Gujarat Infrastructure Development Board
Legal Framework	Gujarat Infrastructure Development Act 1999 & Amendment 2006
Nature of PPP Unit established	Autonomous
Decision Making Responsibility	GIDB's EC & other Line departments
Project Development Responsibility	GIDB
State Support funding (VGF)	Yes :Max. 20%, case to case basis
Conflict Resolution within Govt.	GIDB
Sector Policies	Power Policy-1995, Port Policy 1995, Road Policy-1996, IT Policy-1999, GAS Distribution Policy-2002
Model Contract	Yes
Project Preparation Guideline	Yes
Intensive Project Specific advice	Yes
Funding for PPP Preparation	State VGF Scheme
Dispute Resolution (with Developers promoters)	Through Concession Agreement



GIDB: Organization Structure



Review of PPP Projects to Date

■ Status of Infrastructure Project

SN	Sector	Completed/ Operational		Ongoing		Pipeline		Total Projects	
		Nos.	Inv. (Cr.)	Nos	Inv.(Cr.)	Nos	Inv. (Cr.)	Nos.	Inv. (Cr.)
1	Port	16	16542	17	13101	17	6196	50	35839
2	Power	5	370	0	0	0	0	5	370
3	Road	18	2081	1	21	10	4762	29	6864
4	Road & Transport	0	0	1	500	6	189	7	689
5	Railways	0	0	1	500	2	312	3	812
6	Water	0	0	0	0	3	900	3	900
7	IT & ITES	0	0	4		0	0	4	0
8	Urban Development					8	812	6	812
	Total	39	18993	24	14122	46	13171	109	46286

Note: Investment data not available for all the projects

* As on Oct. 2008



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Review of PPP Projects to Date...

▪ Status of Project VGF Applicants

Sector : Road

(Rs. In
Cr.)

	Project	Area (km)	Project cost (Cr.)	GOI VGF	GOG VGF	Approval Date	Remark
1	Bhuj- Bhachau	77.00	256.94	51.39 (20%)	0	10-4-08	Followed new MCA. In principle approved
2	Nakhtrana- Panandhro	79.15	194.73	38.95 (20%)	38.95 (20%)	10-4-08	Followed new MCA. In principle approved
3	Sarkej- Bhavnagar	153.00	900.39	180.06 (20%)	180.08 (20%)	Awaited	Central spine road for Dholera SIR-DMIC – I
4	Bagodara- Bhavnagar	127.70	1020.34	204.06 (20%)	204.06 (20%)	-	Proposal is being sent to DEA-PPP Cell Now
	Total	436.15	2372.4	482.48	423.09		

Details of PPP Projects

- Development of Bedi, Simar, Mahuva, Modhwa, Sutrapada, Dholera, Navlakhi , Khambhat Ports on BOOT basis.
- Four laning of Ahmedabad-Viramgam-Maliya Road, Halol-Godhra-Shamlaji Road, Rajkot-Jamnagar-Vadinar Road, Nakhatrana-Dyapar-Panandhro Road, Bhuj-Bhahau Road and Sarkhej,Wataman- Pipli- Bhavnagar Road
- Development of 7 State Road Transport Bus terminals on a commercial format
- Development of New Rail line between Surat and Hazira and Conversion of Bharuch –Dahej line into BG Line on PPP basis.
- Development of Bus Rapid Transit system in Ahmedabad



Sources & Uses of funds for the Development of PPP Projects

- Sources

- Availability of fund

- State Government – Grant in Aid & VGF
 - Central Government – VGF/IIPDF Funding
 - Private promoters – Development & Construction cost in form of equity etc.

- Uses

- GIDB empanelled sector specific consultants for feasibility study
 - State and Central VGF Fund utilization for eligible projects.
 - Capacity Building, Training, Promotional and Marketing activity of PPP.



Promoting PPP Programs



GIDB - Achievements to date

- ❧ The PPP Cell at GIDB has undertaken Master planning exercise across various Infrastructure sectors and has developed a shelf of Project in the form of Vision 2010 and after a review exercise, developed 'Blueprint for Infrastructure, Gujarat-2020'.(BIG 2020.)
- ❧ The PPP Cell at GIDB conducts Techno-Economic feasibility studies. It prepares the TORs, bid documents and funding of the studies. It evaluates Concession agreements across sectors.
- ❧ The State Govt has created a machinery such that PPP cell is working in co ordination with the executing agencies like GMB, GSRDC,GWIL,GPCL, GIL, etc which undertakes project award through competitive bidding.
 - The PPP cell arranges various programs and participates in public forums for dissemination to consumers, investors and government entities.
- ❧ GIDB has developed Model Concession Agreements across some of the sectors like Ports, Urban Transport, Road and Water.



GIDB- Achievements to date

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- B. Standard internal evaluation guidelines have been prepared for technical evaluation of Projects
- C. GIDB has an empanelled list of consultants ,selected on the basis of competitive evaluation methods, across infrastructure sectors for conducting feasibility studies.
- D. Since last two years GIDB is conducting capacity building exercise in PPP for various State Govt. departments /agencies with the help of IL&FS. This includes vital sessions on both Basic and Advanced courses for a period of 3 days.
- E. GIDB is a nodal agency for preparing VGF proposals for forwarding them to the DEA and also for availing the State VGF assistance. It is also identified agency of state govt. for IIPDF funding proposals.



Innovative Steps

- Created a PPP Forum among the states and a resource centre for PPP database.
- Created a data base of Govt. land availability in the state through GIS Mapping
- Formulated a State VGF Scheme and guidelines for its operation.
- Framed the draft SIR Act for the state for the Special Investment Regions
- Created an SPV to Develop and implement Projects across the DMIC Corridor.



Pilots Projects : under PPP in recent future

- ❑ Development of 3 Brownfield Ports (Porbandar, Okha and Bhavnagar) on PPP basis.
- ❑ Aviation MRO Hub for the state on PPP basis.
- ❑ Development of Logistics park and Transport-nagar at Sanand-Ahmedabad.
- ❑ Metro Rail System for Ahmedabad & Gandhinagar
- ❑ Regional Rail system for the State.
- ❑ Bus Rapid Transit system for cities of Surat and Vadodara.
- ❑ Development of RO-RO Ferry services between Ghogha –Suvali and Bhavnagar.
- ❑ 3 Govt Hospitals to run on PPP basis- Civil Hospital Palanpur, Bhuj, Patan.
- ❑ 24x 7 water distribution for the city of Gandhinagar.
- ❑ Slum Redevelopment at 2 locations in the city of Ahmedabad.



Challenges and Main Issues

Support Required from Central Govt

- ☑ Uniformity in policies
- ☑ Speedy and Flexible Procedures for Approval of Projects under the Project Development Funding Scheme.
- ☑ In the Urban Transport Project like Metro Rail, Projects may not be implemented through BOT , but through SPV route, or through major Govt. funding. VGF /grant may still be made available upto 50% in such Projects.
- ☑ Projects taken up under Swiss challenge Route (Section 10 of the GID Act, 1999) may be considered for VGF



Thank you

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