Proceedings of the 7th Meeting of the State Level Single Window Agency
(For PPP projects held on 19-04-2010 at 3.30 pm under the
Chairmanship of the Chief Secretary to Government of Karnataka)

Chairman of Single Window Agency extended welcome to the Members present.

Subject No. 1: Confirmation of the Proceedings of the 6th State Level Single
Window Agency for PPP projects held on 19-09-2009.

Confirmed

Subject No. 2: Review of Action taken on the Proceedings of the 6th State Level
Single Window Agency for PPP projects held on 19-09-2009.

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<tr>
<td>3.1.1/5th/17-02-09</td>
<td>Commercial Development of KSRTC Site at Mangalore</td>
<td>KSRTC apprised the committee about the lone Mfar bid which was rejected by their Board as it was too low</td>
<td>KSRTC to restructure &amp; re-bid the project</td>
<td>KSRTC</td>
<td>Rebid Within 30 days of SLSWA meeting and before GIM</td>
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<tr>
<td>3.1.2/5th/17-02-09</td>
<td>Commercial Development of KSRTC Sites at Hassan</td>
<td>KSRTC apprised SLSWA that Letter of Intent (LoI) was issued by KSRTC to lone bidder Mfar after its board decided to accept the bid. Mfar has indicated its unwillingness to take up project.</td>
<td>KSRTC to restructure &amp; re-bid the project</td>
<td>KSRTC</td>
<td>Rebid Within 30 days of SLSWA meeting and before GIM</td>
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<tr>
<td>3.1.3/5th/17-Q2-09</td>
<td>Bus station &amp; Commercial Complex on KSRTC site at Puttur – Non – receipt of any bid.</td>
<td>KSRTC apprised SLSWA on the restructured bid parameters to attract the investors.</td>
<td>KSRTC to re-bid the project based on restructured parameters</td>
<td>KSRTC</td>
<td>Rebid Within 30 days of SLSWA meeting and before GIM</td>
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<tr>
<td>3.1.4</td>
<td>Passenger amenities &amp; Commercial Complex on KSRTC site at Chitradurga</td>
<td>KSRTC apprised SLSWA on the restructured bid parameters to attract the investors.</td>
<td>KSRTC to re-bid the project based on restructured parameters</td>
<td>KSRTC</td>
<td>Rebid Within 30 days of SLSWA meeting and before GIM</td>
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<tr>
<td>/ 5th</td>
<td>Non – receipt of any bid.</td>
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<td>/ 17-02-09</td>
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<tr>
<td>3.1.5</td>
<td>Bus station &amp; Commercial Complex on NWKRTC site at Hubli – Single bid received</td>
<td>Letter of Intent (LoI) has been issued to lone bidder after board approved. Mfar has indicated its unwillingness to take up the project.</td>
<td>NWKRTC to rebid the project</td>
<td>NWKRTC</td>
<td>Rebid Within 30 days of SLSWA meeting and before GIM</td>
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<td>/ 5th</td>
<td>/ 17-02-09</td>
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<tr>
<td>3.1.6</td>
<td>Bus station &amp; Commercial Complex on NWKRTC site at Belgaum – Non – receipt of any bid.</td>
<td>NWKRTC apprised SLSWA on restructuring of the bid parameters to attract the investors and would rebid within Apr 2010</td>
<td>NWKRTC to rebid the restructured project</td>
<td>NWKRTC</td>
<td>Rebid Within 30 days of SLSWA meeting and before GIM</td>
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<td>/ 17-02-09</td>
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<td>3.1.7</td>
<td>Bus station &amp; Commercial Complex on NEKRTC site at Gulbarga – Single bid received</td>
<td>NEKRTC apprised SLSWA on rejection of the last lone bid from consortium (M/s. Universal Steel, R.A.U.S Constructions &amp; Kamineni Infrastructure, Hyderabad). NEKRTC submitted that the project would be rebid</td>
<td>NEKRTC to rebid the restructured project</td>
<td>NEKRTC</td>
<td>Rebid Within 30 days of SLSWA meeting and before GIM</td>
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<td>/ 5th</td>
<td>/ 17-02-09</td>
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<td>3.2.1</td>
<td>KLAC Office at Hosur Main</td>
<td>KLAC informed SLSWA that it</td>
<td>KLAC advised to rebid the project</td>
<td>KLAC</td>
<td>Rebid Within 30 days of SLSWA meeting and before GIM</td>
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<tr>
<td>/ 17-02-09</td>
<td>Road, Bangalore</td>
<td>ensured that the bid parameters were not lowered, as requested by bidders, as it wanted to rebid the project in case of bid failure.</td>
<td>after restructuring</td>
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<tr>
<td>4(a) / 6th / 19-09-09</td>
<td>Procedure for Swiss Challenge</td>
<td>SLSWA informed of the approval of the guideline at 6th SLSWA, with suggestions as per agenda note, and is currently placed before the cabinet for approval. The Committee was assured by Member Secretary that due care has been taken to address issues with Swiss Challenge namely Transparency.</td>
<td>It was informed that action would be taken to get the Swiss Challenge guidelines approved by the competent authority in the next 3 weeks by holding separate meetings.</td>
<td>IDD</td>
<td>21 Days</td>
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<tr>
<td>4(b) / 6th / 19-09-09</td>
<td>Green Field Port under ‘Swiss Challenge’ at Haldipur by M/s MEL, Bangalore</td>
<td>Same as item No.4(a)</td>
<td>Same as item No.4(a)</td>
<td>IDD, M/s MEL</td>
<td>21 Days</td>
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<tr>
<td>4(c) / 6th / 19-09-09</td>
<td>Monorail project for Bangalore under ‘Swiss Challenge’ by M/s Scomi Geodesic</td>
<td>Same as item No.4(a).</td>
<td>Same as item No.4(a)</td>
<td>IDD, M/s Schomii Geodesic</td>
<td>21 Days</td>
</tr>
<tr>
<td>5(a) / 6th / 19-09-09</td>
<td>Development of Greenfield Airport at Bellary.</td>
<td>SLSWA apprised that the required VGF documents were submitted to GoI for</td>
<td>SLSWA noted the developments</td>
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Proceedings of 7th SLSWA meeting held on 19th Apr '10
**Subject No. 3: Review of Progress in respect of following projects:**

<table>
<thead>
<tr>
<th>Sl. No.</th>
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<th>Discussion</th>
<th>Decision</th>
<th>Agency</th>
<th>Date</th>
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</thead>
<tbody>
<tr>
<td>1.</td>
<td>HSRL – High Speed Rail Link to BIAL</td>
<td>The Committee was informed of the 1. Prequalification of 5 bidders; 2. RFP documents issued to the bidders</td>
<td>The Committee noted the same</td>
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<tr>
<td>2.</td>
<td>Tadadi Port Project</td>
<td>The Committee was informed of the 1. Formation of SPV with registration with Tadadi port as the name with the ROC, drafting of MOA &amp; AOA, finalization of</td>
<td>The Committee noted the same</td>
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**Ref. No.** | **Subject** | **Discussion** | **SLSWA Decision** | **Agency** | **Date** |
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<tr>
<td>09</td>
<td>Development of Intermodal Transit Center at Kempegowda Bus Station (KSRTC)</td>
<td>SLSWA was apprised that, as advised, the sub-committee examined the issues and approve the project subject to the condition that KSRTC will establish satellite bus stations in all major directions of Bangalore City.</td>
<td>SLSWA agreed to the approval of the Sub-Committee. KSRTC to go ahead with the bidding procedure</td>
<td>KSRTC</td>
<td>Rebid Within 30 days of SLSWA meeting and before GIM</td>
</tr>
</tbody>
</table>
key aspects covering
Subscribers to
memorandum, First
Directors, Initial
Authorised capital etc;
2. RFP for selection of
technical consultant
issued and bids are to
be opened on 19-04-2010 for Preparation
of detailed project
report through a
technical consultant;
3. Application to GOI for
VGF;
4. Initiation of the Bid
process with the issue
of the RFQ;
5. Appointment of iDeCK
as Project advisor;
6. KSIIDC has already
moved for various
clearances and has
initiated appointment
of NEERI as
environmental
consultant;
7. KSIIDC request for
budget for project
development being
examined

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<tr>
<td>3.</td>
<td><strong>Haldipur Project through Swiss Challenge</strong></td>
<td>Committee was informed of the action taken by IDD on the areas as directed by SLSWA</td>
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<td>Committee informed to take up the subject in the next meeting</td>
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<td>IDD, M/s MEL</td>
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<td>21 Days</td>
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<td>4.</td>
<td><strong>Airport Projects</strong></td>
<td>SLSWA was informed on the progress on Airport/Airstrip projects</td>
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<td>The Committee noted the same</td>
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<td>5.</td>
<td><strong>GAIL Project</strong></td>
<td>Committee was informed on the action taken so far as per the Agenda Note</td>
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<td>The Committee noted the same</td>
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<td>6.</td>
<td><strong>KSIIDC food parks</strong></td>
<td>Committee was informed on the action taken so far</td>
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<td>The Committee noted the same</td>
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<tr>
<td>as per the Agenda Note</td>
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<td>Committee was informed on the PPP Project development namely</td>
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<tr>
<td>1. Profile of 104 PPP Projects – Sectors and sub-sectors</td>
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<td>2. 33 studies initiated in Phase I, to develop a shelf of projects</td>
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<td>3. Identification of further 30 studies for development in Phase II</td>
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<tr>
<td>4. List of projects which can be posed to the investors during GIM</td>
<td>The Committee noted the same.</td>
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<tr>
<td>5. Difficulties in getting the assistance of the depts. for project development, undertaking feasibility studies, master plan, information sought on PPP projects for showcasing to investors.</td>
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### Subject No. 4: Approval for the new projects:

**i. Railway Sidings by JSW:**

Based on rich iron-ore reserves in Bellary, demand to set up steel plants in the region (finished steel production to increase from 7 MT to 80.5 MT), and the need for railway infrastructure in the region for transportation of iron ore from mine head to plant (additional 95 MMT transport capacity required), two key railway lines were proposed at a cost of 773 Crores. IDD had initiated the project development through a pre-feasibility study and had called a meeting of the industries on 03/02/2010 where all the steel industries, developing projects in Bellary, were invited.

- **i. 1st Phase Daroji/ Torangallu railway line to Sultanpur 11 Kms**
- **ii. 2nd Phase Sultanpur - Swamihalli 37 Kms.**
The SLSWA agreed
i. For in-principle approval for IDD/KRIDE to proceed with DPR studies of the said project and;
ii. To move the Ministry of Railways in the matter and;
iii. To take forward the project on the PPP mode, as and when Ministry of Railways clears the projects.

ii. Industrial Park VADA:

SLSWA was apprised on the project development of a mega industrial project (Industrial Park VADA) in an area of around 559.61 sqkm which is likely to attract Rs 30,000 Crore of investment. and of the steps taken by Infrastructure Dept to take up Pre-feasibility studies on project development. The committee felt that the project has not made any headway.

The SLSWA gave
i. In-principle clearance for implementation of the project under PPP framework in 3 phases;
ii. Permission to proceed with DPR studies of the said project and;
iii. Direction to examine the PPP Model being adopted by C&I in respect of Suvama Karnataka industrial Corridors development by adopting bidding parameter as “%age of developed land to be given back to the concessioning authority”.
iv. Permission to IDD to proceed with bidding process, to implement the project as and when the DPR’s are ready.

iii. Gas based Power projects at Davanagere and Tumkur

The Committee was apprised of the peak power and the energy deficits in the state in the region of 11% which would worsen further with demand going up with increased economic growth. Based on the state-wide power demand and the gas availability from Dabhol and Bangalore Gas pipeline, PCKL is proposing to develop 700 MW gas power plants at three locations at Davangere, Belgaum and Mundargi along the pipeline corridor. IDD had undertaken the Study for Davanagere and Tumkur locations on PCKL’s behalf and the later site was found to be unsuitable due to non-unavailability of water.

The SLSWA after detailed discussions resolved to:-
i. Accord Permission to conduct further studies at Belgaum and Mundargi locations.

ii. Give direction to coordinate with water resources dept for the possibility of giving water to the location at Tumkur;

iii. Accord In-principle clearance for Implementation of the project under PPP framework;

iv. Give direction to accommodate the choice of the investor for location of the plant and make provisions in the bidding documents accordingly.

iv. Railway Projects on PPP (3 Nos)

In the Railway Budget 2010-11, three Railway projects proposed by GOK to Indian Railways, have been announced for implementation under PPP framework.

i. Talaguppa – Honnavara

ii. Bijapur – Shahabad

iii. Dharwad – Belgaum Doubling

The SLSWA after detailed discussions:-

i. Accorded in-principle clearance to IDD to go ahead in taking the project forward under PPP framework as and when the Ministry of Railways clears the projects;

ii. To explore the option of a line from Bagalkot to Shahabad.

v. Logistics Architecture

The committee was apprised of the broad outcome of the two prefeasibility studies undertaken by IDD namely- 1) Prefeasibility study for (storage and distribution) Logistics architecture 2) Prefeasibility study for Transportation Logistics architecture in Karnataka. The study recommended establishment of Inland Container Depots (ICD) and Container Freight Stations (CFS) in 5 zones catering to all the underlying the districts in the state. The study also recommends a detailed master plan/ feasibility study for the state to establish an integrated Logistics architecture for the state.

On IDD’s request for allocation of land to CID for the logistics projects, it was indicated that the same can be made provided the cost of the land is paid by the IDD.

The SLSWA
Proceedings of 7th SLSWA meeting held on 19th Apr '10

i. Agreed that studies are required for development of these projects and gave its permission to go ahead with master plan / feasibility study;

ii. Gave in-principle approval for logistics project development under PPP framework.

vi. SH-69 Road Project

The committee was apprised of the importance of the State Highway connecting Kumta on NH- 17 to NH- 4 passing through Sirsi and Mundagod which is about 127.6 kms connecting Uttara Kannada & Dharwad districts having single lane & intermediate lane widths. The road carries cargo traffic from the Bellary region to ports and is proposed for expansion to 4 lane width through PPP procurement route.

The SLSWA after detailed discussions:-

i. Accorded Permission to IDD to proceed with studies for the said road.

ii. Noted that a sum of Rs. 10 crores is provided in the budget for the year 2010-11 which can be utilized to meet the project development expenditure including pre-feasibility studies. Hence, SLSWA felt that permission of SLSWA need not be sought for such studies hence forth and the departments may be informed of the availability of funds to undertake such studies. The Principal secretary (IDD) may decide on the need for conducting studies-Pre-feasibility studies or feasibility studies for preparation of shelf of projects

iii. Direction to develop a guideline operation of KIPDF.

vii. Bangalore Metro Phase II

The Committee was apprised of the Metro Rail conducting studies for Phase-II Metro. The member secretary IDD sought SLSWA to direct BMRCL (Bangalore Metro Rail Corporation Limited) that the expansion of the project should be on PPP mode, so that the projects could be available for discussion in the GIM scheduled on 3rd & 4th June 2010. The Committee noted the same.

viii. City Gas Distribution (CGD) in Karnataka

The committee was apprised of the progress on the gas pipeline from Dhabol to Bangalore. The committee was also informed about the GAIL's proposal, to form a JV to build and operate City Gas Distribution (CGD) network in the cities abutting the pipeline.
corridor, in partnership with State. The same can be implemented on getting a license from Petroleum and Natural Gas Regulatory Board (PNGRB).

The SLSWA after detailed discussions agreed to:-

i. Accord Approval for forming a Joint Venture with GAIL Gas Limited for providing City Gas Distribution systems in Karnataka.

ii. Accord Approval for appointment of KSIIDC as the agency of the State to enter into JV with GAIL Gas Ltd for providing City Gas Distribution systems in Karnataka.

iii. Authorise Infrastructure Development Department of Government of Karnataka, being the nodal department, to take further necessary decisions in this regard.

ix. IMTC at Majestic Area

The SLSWA after detailed discussions, accorded approval for

i. Implementation of IMTC project at Majestic area subject to the condition that
KSRTC shall take action to establish satellite bus stations in all major roads leading to city at appropriate places in the vicinity of BBMP areas.

x. SH-132 Road Project

The committee was apprised of a) the various Cabinet decisions (Dt. 25/06/09) on the project including the in-principle approval, b) approval of VGF from GOI (c) the bidding process on VGF-toll and, d) the non-receipt of bids thereafter.

In views of this, SLSWA directed IDD to proceed further as per the Cabinet Approval (Subject No C 304:2009 Dt 25/06/2009).
Subject No. 6: Future plans of IDD

I. Formation of a Society to handle PPP projects:

The committee was apprised of the resource constraints faced by PPP cell in IDD to play its role as a facilitator to other the depts in project development throughout the project lifecycle on the current (104 projects) and the future PPP projects.

Keeping in view the multiple functions of PPP cell, multidisciplinary tasking required of the resources and the volume of projects coming up on PPP basis, it was proposed to SLSWA for approval to move the cabinet for establishment of a society under the provision of the Societies Registration Act, consequent to which, the PPP cell working under IDD would be merged with the society after its incorporation. FD commented that, the same objective can be achieved through the current set up. C&I dept commented that PPP cell as a society would its authority of Govt to discharge its functions.

The SLSWA deferred the subject to its next meeting.

II. PPP Legislation for Karnataka

The SLSWA deferred the subject to its next meeting.

Subject 6,7 & 8 (except 8ii) were deferred to the next meeting.

Meeting concluded with vote of thanks to the Participants.

Sd/
(S.V.Ranganath)
Chief Secretary,
Government of Karnataka
Chairman of the SLSWA for PPP Projects

Copy

Mysore 15.05.2010
(K.L. Lokanatha)
Director, PPP Cell,
Infrastructure Development Department