

Minutes of the meeting of the Expenditure Finance Committee (EFC)
held on 20.1.2011

Subject: Setting up of six new National Institutes of Pharmaceutical Education & Research (NIPERs) at Ahmedabad, Hyderabad, Kolkata, Hajipur, Guwahati and Rae Bareli.

The list of participants is at **Annexure I**.

Secretary (Expenditure) welcomed the officers and requested Secretary (Pharmaceuticals) to present the proposal.

BACKGROUND

2. A meeting of the EFC was held on March 03, 2010 in order to appraise the Detailed Project Reports (DPRs), prepared by the Consultant engaged by Department of Pharmaceuticals, for setting up of six new NIPERs at Ahmedabad, Hyderabad, Kolkata, Hajipur, Guwahati and Rae Bareli. After considering the proposal, EFC made the following observations:

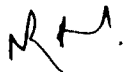
- (i) DPR for each NIPER to be updated with reference to current prices before being made available to EFC.
- (ii) Extent of PPP in the establishment of NIPERs to be assessed. Thereafter proposal may be placed before the EFC again.
- (iii) Requirement of funds for 2010-11 and 2011-12 may be re-assessed with reference to actual spending capacity.

MEETING HELD ON 20.01.2011

3.1 It was stated by Secretary (Pharmaceuticals) that, in compliance with the observations of the EFC, as aforesaid, DPR for each NIPER was updated with reference to 2010 prices. In order to assess extent of Public Private Participation (PPP) in the first phase of setting up of NIPERs, an expression of interest was issued by publication of advertisement dated 18.4.2010 in Newspapers. The EOI was invited with reference to following four packages:

Package A: Design, Build, Finance, Maintain and transfer of NIPER Complex (including land co-development for the activities related to pharmaceutical sciences or life sciences or academic activities)

Package B: Design, Build, Finance, Operate and Transfer of certain facilities in NIPER Campus by co-usage of facilities and/or creation of surplus capacity for commercial exploitation.



4.4 It was further felt that some of the facilities envisaged in phase I, like auditorium of capacity of 1500 persons and swimming pool can be taken up in subsequent phases after response to the newly created NIPERs is assessed properly. Secretary (Expenditure) stated that in fact the entire phase II and III should only be taken up based on the response these new institutes get after phase I.

4.5 The EFC also noted the fact that out of six sites proposed, at four places (Rai Bareli, Hajipur, Kolkata and Hyderabad), adequate land is yet to be acquired. It was decided that approval of EFC to the Phase I of these institutes may be given, subject to availability of suitable land, while at the location, where the land is fully available, setting up of NIPERs is recommended without any qualification.


5. After discussion, the EFC approved the following:

(i) Phase I of six new NIPERs in at Ahmedabad, Hyderabad, Kolkata, Hajipur, Guwahati and Rae Bareli at total capital cost of ₹ 633.15 crore and recurring cost of ₹ 116.52 crore (net of receipts) **subject to availability of suitable land at the six locations;**

(ii) Phase I will be of four years duration, instead of three years as proposed earlier;

(iii) Appropriate decision on further expansion of these newly created NIPERs shall be taken after the end of Phase I, based on their performance and on the basis of exact needs.

Meeting ended with the vote of thanks to the Chair.


22/01/2011

