

Minutes of 2nd Meeting of 2021 of the DTC Board held on 1.3.2021 at 4.00 PM in the Conference Room of Hon'ble Transport Minister, Govt. of NCT of Delhi/Chairman, DTC at 8th Level, Delhi Sectt., New Delhi-110002.

PRESENT:

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| 1. | Shri Kailash Gahlot,
Hon'ble M.O.T., GNCTD & Chairman, DTC | Chairman |
| 2. | Shri Ashish Kundra, IAS
Principal Secretary-cum-Commissioner (Transport),
Govt. of NCT of Delhi | Director |
| 3. | Shri Manish Kumar Agrawal, IPS
Joint Commissioner of Police (Traffic),
Delhi | Director |
| 4. | Shri Vijay Kumar Bidhuri, IAS
Managing Director,
Delhi Transport Corporation | Director |

Secretary (Finance), Govt. of NCT of Delhi, Secretary (Land & Building), Govt. of NCT of Delhi and Commissioner (Planning), DDA could not attend the meeting.

ALSO PRESENT:

1. Shri V.K.Gupta, CGM (Tech.)
2. Shri K.C.Gupta, Dy.CGM (SBU)
3. Shri V.N.Patil, Addl.CAO
4. Shri Rajiv Vadehra, Secretary DTC Board

Confirmation of Minutes of 1st Meeting of 2021 of the DTC Board held on 6.1.2021.

The Minutes of the DTC Board Meeting held on 6.1.2021 were circulated on 7.1.2021. Since no corrections/modifications were received from the Directors/the then Director who attended the said meeting, the aforesaid Minutes were confirmed.

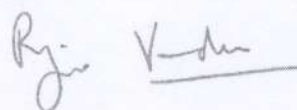
Rajiv Vadehra

Resolution No. 11/2021 : Item 6/2021 : Engagement of 300 Low Floor 12 Meters Fully Electric AC Buses by DTC under FAME II SCHEME (OPEX MODEL) – regarding further decision.

The following issues were discussed in the meeting:-

- i. Principal Secretary (Transport) observed that the Council of Ministers vide Cabinet Decision no 2795 dated 23.12.2019 accorded ex-post facto approval for calling the tender for engagement of 300 Low floor, 12 Meter, Fully Electric AC Buses under the FAME Phase-II scheme of G.O.I on OPEX Model by DTC at an estimated expenditure of Rs. 1460 Crores (to be paid over a period of 12 years) subject to actuals after finalization of L-1 Bidder through the Tendering process. The said expenditure was inclusive of Electricity Cost incurred in operation of Buses to be borne by the Operator. However, the proposal now mooted by DTC is for approval of an amount of Rs. 1562 Crores to be incurred by DTC for the entire period of concession of 10 years and further the quoted rate of Rs. 68.58/- per KM by M/s JBM- L1 bidder is exclusive of electricity cost.

On the above, it was informed to the Board that as per the DHI's FAME-II Scheme for availing incentive for deployment of Electric Buses on operational cost model basis(OPEX), DTC shall ensure running of Bus for at least 7.20 Lakhs KMs on an average during the entire contract period and accordingly DTC had floated tender for running of bus for 7.20 Lakhs KMs over a period of 12 years. However, in order to attract best possible bid, now, DTC has revised/enhanced the KMs of a bus to 7.30 Lakhs KMs to be operated over the entire concession period of 10 years.



Regarding the Electricity cost, it was informed to the Board that in the earlier RFP, the Electricity cost for charging the buses was to be borne by the Operator and accordingly the bids invited were inclusive of electricity cost. Now, in the present RFP, the terms and conditions have been revisited according to which electricity cost for charging of buses will be borne by DTC on actual basis upto energy efficiency of 1.4 KWH/KM. Further, the amount towards excess consumption of electricity more than 1.4 KWH/KM efficiency, will be recovered from the operator on annual consumption basis.

- ii. It was further pointed by Principal Secretary (Transport) that according to clause 1.1.6(e) of Volume -I & clause 2.2(e) of Volume-II of the RFP, it has been stated that after completion of Contract period, the immovable infrastructure established at various Depots for charging of Electric Buses will become the property of DTC and all the Movable assets including rolling stock(Buses) shall be taken away by the Operator on '*as is where is basis*', whereas as per clause 33.4.1 of Volume-II of the RFP, the Operator shall deliver the actual or constructive possession of buses upon termination of the Contract.

On above, it was informed to the Board that in line with the directions of DHI, the Volume-II of the Draft Concession Agreement (RFP) was kept at par with the Model Concession Agreement proposed by the NITI Aayog. However, DTC floated the Tender under OPEX model on PPP(BOOT) basis under FAME-II scheme of GOI and it was clearly mentioned in the clause 1.1.6(e) of Volume- I and clause 2.2(e) of Volume-II of RFP, that after completion of contract period, all movable assets including buses will be taken away by the Operator. This was also clarified in clause no. 33.1 of Volume-II of RFP.

R. J. V.

- iii. It was further desired by the Board that total requirement of funds be projected keeping also into consideration the cost of electricity to be borne by DTC along with the impact of CPI & WPI over the entire concession period of 10 years. Thus, the DTC provided detailed calculation of annual increment in CPI & WPI on the basis of average of last three years as well as funds required towards electricity cost for the entire concession period. The calculation of tentative requirement of total funds for the entire concession period is at Annexure-A & Annexure-B.

DTC accordingly projected the tentative requirement of funds amounting to Rs. 1824.28 Crores as detailed hereunder:-

Tentative requirement of funds @ Rs. 68.58/km in 10 years (in crore)	1502.00
Tentative increase in funds on account of CPI & WPI assuming annual increase of 5.85% CPI & 2.06% WPI on the average of last three years (in crore)	127.99
Total Cost of Electricity assuming 2% annual increase in 10 years (in crore)	134.29
One time cost of setting up of electric connection of required load upto 8 MW (in crore)	60.00
Total requirement of funds (in crore)	1824.28

2) The Board considered the agenda item and in view of additional details provided during the course of meeting, accorded approval of the following:-

- i.) The rate per kilometer of Rs. 68.58/- (Rupees Sixty-Eight and Paise Fifty-Eight only) of M/s JBM (L-1 bidder) as brought out in the recommendations by Committee in Para II (11) of the agenda item.

R. J. V.

- ii.) Counter offer to next lowest bidder(s) on the rate of M/s. JBM (L-1 bidder) for operation of 100 buses as per provision of Clause No. 1.2.7 of RFP.
- iii.) The Board further directed to take up the matter with the Transport Deptt., GNCTD for seeking the approval of Govt. of NCT of Delhi for a revised amount of Rs. 1824.28 crore approx. (Rs. One Thousand Eight Hundred Twenty Four Crore Twenty Eight lakhs approx. only) for the entire concession period in accordance with the Cabinet decision No.2795 dated 23.12.2019 of the Council of Ministers, Delhi.

Resolution No. 12/2021 : Item 7/2021 : Dedicated CNG dispensing facilities at DTC Depots by M/s. IGL – Supply Agreement.

The Agenda was discussed in detail and it was decided that the proposed Agreement to be signed between DTC and M/s. IGL for the period from 24.12.2020 to 31.12.2030 be got legally vetted by the Standing Counsel at first instance and thereafter, the matter be put up to the Board accordingly.

**Chairman
DTC Board**

Rajiv V. K.