

**Minutes of the 4<sup>th</sup> Meeting of Expenditure Finance Committee for the financial year 2019-20 held on December 10, 2019 at 3.30 P.M.**

The Hon'ble Dy. Chief Minister/ Finance Minister, Government of NCT of Delhi Chaired the 4<sup>th</sup> meeting of the Expenditure Finance Committee on 10<sup>th</sup> December, 2019 to consider the following project proposals submitted by the Health & Family Welfare department of GNCTD:

S.N	Name of the Project	Estimated cost (₹.. crore)
1.	Expansion & re-modeling of Dr. Hedgevar Arogya Sansthan at Karkardooma	210.24
2.	Construction of new hospital at Siraspur	487.54
Total		697.78

02. Following attended the meeting:

I Members of Expenditure Finance Committee

- i. Sh. Satyender Jain, Hon'ble Minister, (PWD), GNCTD
- ii. Sh. Rajeev Verma, Pr. Secretary (Finance), GNCTD
- iii. Sh. Raajiv Yaduvanshi, Pr. Secretary (PWD), GNCTD
- iv. Sh. Sanjeev Khirwar, Pr. Secretary (Health), GNCTD
- v. Sh. P.K.Vats, Engineer-in-Chief, PWD, GNCTD
- vi. Sh. Ashok Kumar, Director(Planning), GNCTD
- vii. Sh. L.D.Joshi, Joint Secretary (Finance), GNCTD

II Other Senior Officers

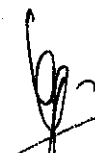
- i. Smt. Padmini Singla, Secretary (Finance), GNCTD
- ii. Sh. A.K. Ahuja, ADG/Pr.Chief Engineer, PWD, GNCTD
- iii. Sh. R.K. Malhotra, S.E., PWD, GNCTD
- iv. Sh. R.R. Meena, PM(CCTV), PWD, GNCTD

03. The Pr. Secretary (Finance) apprised the Expenditure Finance Committee of the agenda items. Thereafter, H&FW Department presented its proposal before the Committee.

**Health & Family Welfare Department**

**I. Expansion & Re-modelling of Dr. Hedgevar Arogya Sansthan at Karkardooma**

(i) Pr. Secretary, Health & Family Welfare department has stated that the instant proposal is for increasing the number of beds from the existing 200 to 550 by expanding the existing hospital through pre-engineered building model and remodelling the existing structures. The work will be executed by PWD.

  
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(ii) ADG, PWD has stated that the estimates are based on DPAR 2012 + 15% cost index minus 9% for scheduled items market rates for non-scheduled items with 1% each for contingencies, quality assurance, art work, labour cess and provision for furniture. Statutory clearances from DUAC & Fire Department have been obtained. EDMC have given special powers to PWD for approval of drawings by the Sr. Architect, PWD. Details of the proposal are as under:

Component	Covered area (in..Sqm)	Unit cost (in..₹)	Cost (₹.. crore)
Building work (in... sqm)	45894	46223.00	202.15
Statutory provisions @1% for contingency, labour cess, quality control and Art work	-	-	8.09
Total			210.24
Period of completion			
Planning	3 months		
Execution	15 months		
Phasing of Project			
2019-20	₹15.00 crore		
2020-21	₹125.00 crore		
2021-22	₹70.24 crore		
Area per bed	82.01 sqm		
Cost per bed	₹38.23 lakh		

(iii) It was observed by the Finance Department that instruction was issued by the Office of Engineer-in-Chief, PWD dated 5.7.2019 that all construction work of PWD costing ₹100.00 crore or above shall henceforth to be executed on Engineering, Procurement and Construction (EPC) mode and enquired whether the instant project is being executed on the EPC) Model. It was informed by the S.E., PWD that the project could not be considered for execution under Engineering, Procurement and Construction (EPC) Model since the Consultant already prepared the detailed drawings required for construction and it will not be possible to call tenders 'on EPC mode now.' Therefore, in order to avoid the duplicity of work entailing extra expenditure, the normal mode of contract is found suitable for the instant project.

(iv) The Hon'ble Minister (Health) further observed that the project was conceived 3-4 years back and considerable time and money have been spent in planning and execution of the project. Therefore, in the public interest and to avoid wastage of money, PWD was directed to proceed as per normal mode. It was assured by ADG, PWD that all future/new projects of PWD costing ₹100.00 crore or above shall henceforth to be executed on Engineering, Procurement and Construction (EPC) model only.

04. After due deliberations, considering the recommendation of Administrative Department on the requirement and its satisfaction regarding technical, administrative, operative, maintenance and financial aspects etc. Expenditure Finance Committee approved and sanctioned the proposal submitted by H&FW Department for expansion & re-modelling of Dr. Hedgevar Arogya Sansthan at Karkardooma at an estimated cost of ₹210.24 crore. This is subject to the following

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- i. Project shall be completed as per approved scope of work at the sanctioned cost. No cost escalation will be considered in future.
- ii. The tender shall be invited as per the approved cost considered on the recommendation of the department.
- iii. Compliance of pre-sanction / post-sanction guidelines / requirement circulated as Annexure to Government order no. PA/DSF/Misc/2012-13/Exp-4/538-45 dated 17.05.2012 during planning and execution period.

## II. Construction of New Hospital at Siraspur (Phase-I)

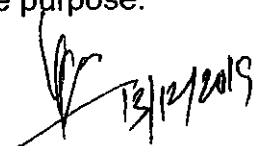
(i) Pr. Secretary, Health & Family Welfare department has submitted that the proposal is for construction of new hospital at Siraspur. The Hospital is planned in two (02) phases and the instant estimate is for construction of Phase-I. The areas adjoining the proposed hospital are densely populated and there is no Government hospital in the nearby locality. The work will be executed by PWD.

(ii) ADG, PWD has stated that the estimates are based on DPAR 2012 with 18% cost index minus 9% for Civil works, DSR 2016 +15.69% cost index minus 9.5%, and market rates for non-scheduled items with 1% each for contingency, labour cess, third (3<sup>rd</sup>) party quality control and Art work, 4.25% for ESI & EPF and consultancy fee @ 210/sqm. Being a new hospital, the project is proposed to be executed on Engineering, Procurement and Construction (EPC) Model.

(iii) Details of the proposal submitted are as under:

Component	Covered area (in..Sqm)	Unit cost (in..₹)	Cost (₹.. crore)
Building work (in... sqm)	92266	52841.00	447.89
Statutory provisions @1% for contingency, labour cess, quality control, Art work, ESI, EPF	-	-	37.71
Consultancy			1.94
Total			487.54
Period of completion			3 months
Planning			30 months
Execution			
Phasing of Project			
2019-20			₹20.00 crore
2020-21			₹150.00 crore
2021-22			₹200.00 crore
2022-23			₹117.54 crore
Number of beds			1164
Area per bed			79.26 sqm

(iii) Engineer-in-Chief, PWD apprised the Committee that EPC agreements were composite contracts, under which, the contractors are required to conduct detailed survey and investigation, design the project and execute the works on turnkey basis. The contractors are required to quote a fixed lumpsum price at the time of tendering. Under this Model, all clearances will be obtained by the agency selected for the purpose.

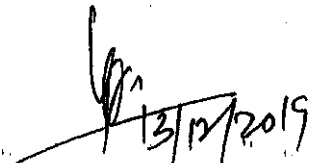
  
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(iv) It was observed by the Pr. Secretary (Finance) that from the submission made by the Department it is ascertained that the concept plan/DPR for the entire project has been prepared by the Consultant and at present only Phase-I of the project is being executed. He further enquired whether the concept plan already prepared for Phase-II will be utilised, what is the tentative schedule for Phase-II and whether Phase-I and Phase-II will be amalgamated? It was informed by the Health Department that the Concept plan finalised only for Phase-I and planning for Phase-II will be taken up only after assessing the utility of Phase-I, resources availability, future requirement etc and as such there is no immediate plan to commence Phase-II. It was assured by the Engineer (PWD) that construction of Phase-I will be done in such a manner to accommodate any future expansion.

05: After due deliberations, considering the recommendation of Administrative Department on the requirement and its satisfaction regarding technical, administrative, operative, maintenance and financial aspects etc. Expenditure Finance Committee approved and sanctioned the proposal submitted by H&FW Department for construction of new hospital at Siraspur at an estimated cost of ₹487.54 crore. This is subject to the following

- i. Project shall be completed as per approved scope of work at the sanctioned cost. No cost escalation will be considered in future.
- ii. The tender shall be invited as per the approved cost considered on the recommendation of the department.
- iii. Compliance of pre-sanction / post-sanction guidelines / requirement circulated as Annexure to Government order no. PA/DSF/Misc/2012-13/Exp-4/538-45 dated 17.05.2012 during planning and execution period.

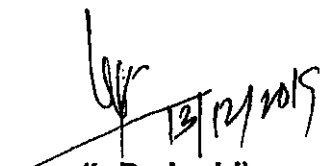
06. Thereafter, meeting ended with vote of thanks to the Chair.

  
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(L.D. Joshi)

Joint Secretary (Finance)

1. Secretary to the Minister (Health/PWD) for appraisal of Hon' ble Minister, Delhi.
2. Pr. Secretary, Public Works Department, Delhi Secretariat, New Delhi
3. Secretary, H&FW Department, 9<sup>th</sup> level, Delhi Secretariat, New Delhi-
4. Engineer-in-Chief, PWD, MSO building, ITO, New Delhi.
5. Director, Planning Department, Delhi Secretariat, New Delhi
6. System Analyst, Finance Department...for uploading in the website.
7. Concerned file/Guard file.

  
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(L.D. Joshi)

Joint Secretary (Finance)