

GOVERNMENT OF INDIA
MINISTRY OF FINANCE
DEPARTMENT OF ECONOMIC AFFAIRS

LOK SABHA
UNSTARRED QUESTION NO. 3915
For answer on 10/8/2018

Public Private Partnership in Social Sector

†3915. **SHRI SADASHIV LOKHANDE:** Will the Minister of FINANCE be pleased to state:

- a) whether there is any scheme of the Government for Public Private Partnership in social sector;
- b) if so, the details thereof;
- c) whether the Government has identified the areas in this regard; and
- d) if so, the details thereof?

ANSWER

**THE MINISTER OF STATE IN THE MINISTRY OF FINANCE
(SHRI PON. RADHAKRISHNAN)**

(a) & (b) Yes madam. Department of Economic Affairs, Ministry of Finance has the following two schemes related to Public Private Partnership (PPP) projects: (i) Scheme for Financial Support to Public Private Partnerships in Infrastructure [Viability Gap Funding (VGF) Scheme] to provide financial support in the form of grants, one time or deferred, to infrastructure projects undertaken through public private partnerships with a view to make them commercially viable. Viability Gap Funding under the Scheme is normally, in the form of a capital grant at the stage of project construction and limited to twenty percent of the Total Project Cost; and (ii) India Infrastructure Project Development Fund (IIPDF) was set up to support the development of PPP projects that can be offered to the private sector. The IIPDF is made available to the Sponsoring Authorities for PPP projects in order to cover a portion of the PPP transaction costs, thereby reducing the impact of costs related to procurement on their budgets.

(c) & (d) Ministry of Finance has already identified the sectors which are eligible for the VGF Scheme and IIPDF. The complete list of the sectors eligible for VGF Scheme and IIPDF are available at <https://www.pppinindia.gov.in/schemes-for-financial-support>.
