

**GOVERNMENT OF INDIA  
ROAD TRANSPORT AND HIGHWAYS  
LOK SABHA**

UNSTARRED QUESTION NO:607

ANSWERED ON:26.11.2012

ROAD PROJECTS

Adhalrao Patil Shri Shivaji; Adsul Shri Anandrao Vithoba; Dharmshi Shri Babar Gajanan; Yadav Shri Dharmendra

**Will the Minister of ROAD TRANSPORT AND HIGHWAYS be pleased to state:**

- (a) whether Highway contractors who have been facing financial crunch, have line up for road projects to be built with 100 per cent Government funding and if so, the details thereof;
- (b) whether the responsibility of clearances is with the Government;
- (c) if so, the details thereof;
- (d) whether the Union Government has identified such projects which will be constructed with 100 per cent Government funding;
- (e) if so, the details thereof, State-wise;
- (f) whether the profit of the contractors in executing road projects with 100 per cent Government funding has been fixed;
- (g) if so, the details thereof; and
- (h) whether the Government has involved any penalty clause in case the projects are not completed within the targeted time schedule and if so, the details thereof?

**Answer**

THE MINISTER OF STATE IN THE MINISTRY OF ROAD TRANSPORT AND HIGHWAYS (SHRI SARVEY SATHYANARAYANA)

- (a) Ministry has decided to take up the certain road development projects on Engineering Procurement and Construction (EPC) mode on 100% Government funding which are not viable on Built Operated Transfer (BOT) (Toll/Annuity) mode.
- (b) & (c) The responsibility of the Government is to obtain Environmental Clearances and approval of General Arrangement Drawing (GAD) from Railway Authority.
- (d) & (e) 32 numbers of stretches on various National Highways in different states have tentatively been identified to be taken on Engineering, Procurement and Construction (EPC) mode. State-wise details of such stretches identified is enclosed as annex.
- (f) & (g) As per standard data Book of Ministry of Road Transport & Highways, Contractor's profit @ 10% is considered in all National Highway's projects while estimating the cost of the project.
- (h) Yes, Madam. If the Contractor fails to achieve the project mile stone or completion of work in the specified period, the contractors are liable to pay the damages at 0.05% of the contract prices for the delay of each day subject to maximum of 10% of the contract price.