

NATIONAL HIGHWAY AUTHORITY

CONFIRMED MINUTES

**437th Executive Board Meeting
Islamabad, June 20, 2023**

AGENDA ITEMS

<u>Agenda Item</u>	<u>Subject</u>
1.	Confirmation of Minutes of the 436 th NHA Executive Board Meeting Held on June 13, 2023
2.	Performance of OM&M Contracts of Toll Plazas for FY 2022-23 and 2023-24 on National Highways
3.	Approval for Extension of Time in Achievement of Financial Close Period – Construction of Hyderabad-Sukkur Motorway (M-6) Project on BOT Basis
4.	Consultancy Services to Carry Out Third Party Validation on NHA Projects
5.	Hiring of Consultant for Tax and Financial Consultancy Services
6.	Appointment of Consultants for Design Review, In-House Feasibility Study & Detailed Design of National Highway Authority Projects
7.	PC-I for Construction of Lahore- Sahiwal - Bahawalnagar Motorway (295 KM)
8.	PC-I for Extension of Margalla Highway from G.T Road (N-5) to Motorway (M-1) Punjab Limits, Length 2.8 Km
9.	PC-I for Construction of 2-Lane Road Link from Neela Dulla Interchange (M-2) to Rawal (M-14) Length 40 Km
10.	PC-I for Dualization of Existing Road from Faisalabad Bypass to Motorway (M-3) via Satiana 26 Km Approx
11.	PC-I for Extension of KLM Start Point to Saggian Road and Main Ravi Bridge(10 Km)
Addl-I	<p>Approval of Procurement Method: Cons2ultancy Services for Feasibility Study & Detailed Design For:</p> <p>a. Construction of 2-Lane Road Link from Neela Dulla Interchange (M-2) to Rawal (M-14) (Length 40 Km Approx.)</p> <p>b. Extension of Margalla Highway From G.T. Road (N-5) to Motorway (M-1) Punjab Limits (Length 2.5 Km Approx.)</p>
Addl-II	Award of Operations, Management & Maintenance (OM&M) Contract of 4x Toll Plazas on National Highways and Collection of Toll Revenue on Net Guaranteed Monthly Fixed Revenue Basis Till the Period Ending June 30, 2024

NHA Executive Board's Confirmed Minutes**NATIONAL HIGHWAY AUTHORITY****CONFIRMED MINUTES**

Subject: **The 437th Meeting of the NHA Executive Board Held on June 20, 2023 at Islamabad**

Introduction

The 437th meeting of the National Highway Authority Executive Board was held at 0830 hours on June 20, 2023 at the Auditorium of NHA Headquarters, Islamabad. Capt. (Retd.) Muhammad Khurram Agha, Chairman, NHA presided over the meeting.

The meeting commenced with recitation of verses from the Holy Quran with Urdu translation and Darood Sharif.

Opening Remarks

The Chairman extended warm welcome to the participants of the meeting.

The Chairman allowed Secretary, NHA to start formal Board proceedings on the agenda.

Formal Board Proceedings**Agenda Items**

The Secretary, NHA apprised the Board that agenda consists of eleven (11) items. He further apprised that following agenda items will be tabled with the permission of Board:

- A-I. Approval of Procurement Method: Consultancy Services for Feasibility Study & Detailed Design For:
- a. Construction of 2-Lane Road Link from Neela Dulla Interchange (M-2) to Rawal (M-14) (Length 40 Km Approx.)
 - b. Extension of Margalla Highway From G.T. Road (N-5) to Motorway (M-1) Punjab Limits (Length 2.5 Km Approx.)
- A-II. Award of Operations, Management & Maintenance (OM&M) Contract of 4x Toll Plazas on National Highways and Collection of Toll Revenue on Net Guaranteed Monthly Fixed Revenue Basis Till the Period Ending June 30, 2024

NHA Executive Board's Confirmed Minutes

Agenda Item 1

Confirmation of Minutes of the 436th NHA Executive Board Meeting Held on June 13, 2023

Decision

The NHA Executive Board confirmed the minutes of the 436th Executive Board meeting held on June 13, 2023 with following amendments in Agenda Item 5 regarding "Procurement of Summary Papers, Allied Papers, Stationery, Binding Items & Printing Material, Etc, for NHA HQ for the F.Y 2023-2024":

- a. Para-8.4 under the head "Deliberation".

<u>For</u>	<u>Read</u>
8.4. The Board observed that the amount submitted for approval seems on the lower side, therefore, financial powers be delegated to Member (Admn) for purchase of stores items. Since 2005, prices of various store items have increased manifold, which necessitates amendment in NHA Code.	8.4. The Board observed that the amount submitted for approval seems on the lower side, therefore, financial powers be delegated to the next higher authority for purchase of store items. Accordingly, NHA Code be amended.

- b. Para-8.7 under the head "Decision" be amended as follows:

"8.7. The Board amended the NHA Code-2005 as under:

For

POWERS FOR PURCHASE OF STORES				
NHA Code 2005, Chapter Three, Table III-8, (Powers for Purchase of Stores)				
<u>Nature of Power</u>	<u>Competent Authority</u>		<u>Maximum Monetary Limit (Million of Rs.)</u>	<u>Remarks</u>
Acceptance of necessity & administrative approval for purchase of stores.	i.	NHA Executive Board	Full Powers	In Each Case
	ii.	Chairman NHA	5.0	
	iii.	Member (Ops)/(Const.) and Member/DG (Admin)	3.0	
	iv.	G.M (Regional), G.M (Projects), G.M (Ops) and G.M (Finance)	1.2	
	v.	Director (Estab.) HQ	1.0	
	vi.	Project Director	0.2	
	vii.	DD (Admin) and DD(Maint Unit)	0.1	

NHA Executive Board's Confirmed Minutes

Read

POWERS FOR PURCHASE OF STORES			
NHA Code 2005, Chapter Three, Table III-8, (Powers for Purchase of Stores)			
<u>Nature of Power</u>	<u>Competent Authority</u>		<u>Maximum Monetary Limit (Million of Rs.)</u>
Acceptance of necessity, administrative & financial approval for purchase of stores.	i.	Next Higher Authority (*)	Full Powers
	ii.	Member EC/Zones/Const	3.0
	iii.	G.M (Regional), G.M (Projects), GM (Ops) and GM(Finance)	1.2
	iv.	Director (Estab.) HQ	1.0
	v.	Project Director	0.2
	vi.	DD (Admin) and DD(Maint Unit)	0.1
			In Each Case

* The composition of the next higher authority is as given below:

- Chairman Member (Admn)
- Member-I GM (Estab)
- Member-II GM (P&CA)
- Member-III GM (B&A)
- Member/Secretary Dir (Estab)"

Suggested by: Member (Admn), NHA

Action By: Secretary, NHA

Agenda Item 2

Performance of OM&M Contracts of Toll Plazas for FY 2022-23 and 2023-24 on National Highways

Decision

The NHA Executive Board approved the following table (Column-3):

<u>S No</u>	<u>Status</u>	<u>Approval of the Board</u>
(1)	(2)	(3)
I.	Toll operators of 16 toll plazas have deposited 40% of the shortfall from Aug till Dec-2022 and have deposited the monthly contractual amount till June-2023.	EOT of Sixteen (16) toll plazas up to June 30, 2024 at quoted bid for FY 2023-24. (Annex-B-1)
II.	Toll operator of 09 toll plazas has deposited 40% of the shortfall from Aug to Dec-2022 the operator has committed to clear the installment of June-2023 before June 30, 2023. Toll operator of Sultan Bahoo Bridge toll plaza has committed to clear the 40% against flood shortfall and	EOT of Ten (10) toll plazas up to June 30, 2024 at quoted bid for FY 2023-24 subject to clearance of shortfall before June 30, 2023. (Annex-B-2)

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<u>S No</u>	<u>Status</u>	<u>Approval of the Board</u>
<u>(1)</u>	<u>(2)</u>	<u>(3)</u>
	committed to clear the remaining shortfall till June-2023 before June 30, 2023.	
III.	Toll operator of 3 toll plazas has deposited less than 40% of the shortfall amount and has cleared the monthly contractual amount till June-2023. The operator has agree to clear the remaining shortfall amount before June 30, 2023.	EOT of Three (03) toll plazas up to June 30, 2024 at quoted bid for FY 2023-24 subject to clearance of shortfall before June 30, 2023. (Annex-B-3)
IV.	Toll operator of Kala Shah Kaku toll plaza on N-5 has requested for EOT with the commitment that he will clear the shortfall as per the decision of the minutes of the meeting dated April 28, 2023.	EOT of Kala Shah Kaku toll plaza on N-5 up to June 30, 2024 at quoted bid for FY 2023-24 subject to clearance of shortfall before June 30, 2023. (Annex-B-4) The regional office vide their report has intimated that all type of heavy traffic has been diverted since April 01, 2023 due to construction of Shahdara Flyover. Accordingly, toll operation has been suspended till resumption of traffic.
V.	The operators of remaining 15 toll plazas have not complied with the decision of the April 28, 2023 meeting nor have submitted any undertaking to clear the shortfall of July-2022 till June-2023.	Termination of 15 toll plazas. (Annex-B-5)
VI.	M/s NLC vide their letter dated June 16, 2023 has requested to either rebid the 12 toll plazas or bids may be reduced to 20% for FY 2023-2024.	Termination of 12 toll plazas. (Annex-B-6)

The Board allowed to issue corrigendum for withdrawal of 30 toll plazas from Invitation for Bid (IFB) already published in press.

Action By Member (Finance)

Agenda Item 3**Approval for Extension of Time in Achievement of Financial Close Period – Construction of Hyderabad-Sukkur Motorway (M-6) Project on BOT Basis****Decision**

The NHA Executive Board approved the Concessionaire's request for Extension of Time (EOT) for achievement of Financial Close for a period of four (04) months w.e.f June 01, 2023 to September 30, 2023 to the Concessionaire M/s TECMC (Pvt) Ltd (SPV formed by the successful consortium M/s Techno-CMC-ACC) for Construction of Hyderabad-Sukkur Motorway (M-6) Project on Build-Operate-Transfer Basis upon providing sufficient evidence of efforts made by the Concessionaire for achievement of Financial Close under Section-10.4.2 of the Concession Agreement as verified and recommended by PPP Wing, NHA.

Action By Member (PPP/M-6)

Agenda Item 4**Consultancy Services to Carry Out Third Party Validation on NHA Projects**

The Executive Board deferred the subject agenda item with the direction to deliberate the matter in the perspective of legal/contractual obligations and present the same in next Board meeting.

Action By Member (Planning)

Agenda Item 5**Hiring of Consultant for Tax and Financial Consultancy Services****Decision**

The NHA Executive Board approved the award of Agreement for Consultancy Services for "Hiring of Consultant for Tax & Financial Consultancy Services)" to the most advantageous Consultant: M/s A.F Ferguson & Co., Chartered Accountants (PWC) at evaluated/agreed cost of Rs.56,340,000/- (Rupees fifty-six million, three hundred forty thousand only), which includes Salary Cost, Direct Non-Salary Cost and all applicable taxes including GST. The said amount will be charged from Road Maintenance Account (RMA).

Action By Member (Planning)

Agenda Item 6**Appointment of Consultants for Design Review, In-House Feasibility Study & Detailed Design of National Highway Authority Projects****Decision**

The NHA Executive Board allowed NHA for hiring of Consultants under open bidding for rendering Consultancy Services for Design Review, In-House Feasibility Study & Detailed Design of National Highway Authority Projects.

Action By Member (Planning)

Agenda Item 7**PC-I for Construction of Lahore-Sahiwal-Bahawalnagar Motorway (295 KM)****Decision**

The NHA Executive Board recommended the PC-I for “Construction of Lahore - Sahiwal - Bahawalnagar Motorway (Length: 295 Km)” at a cost of Rs. 263,795.863 million for approval of CDWP. Land for the project will be acquired by Government of the Punjab.

Action By Member (Planning)

Agenda Item 8**PC-I for Extension of Margalla Highway from G.T Road (N-5) to Motorway (M-1) Punjab Limits, Length 2.8 Km****Decision**

The NHA Executive Board recommended the PC-I for “Extension of Margalla Highway from G.T Road (N-5) to Motorway (M-1); (Punjab Limits) (Length: 2.8 Km)” at a cost of Rs.4,193.271 million for approval of ECNEC.

Action By Member (Planning)

Agenda Item 9**PC-I for Construction of 2-Lane Road Link from Neela Dulla Interchange (M-2) to Rawal (M-14) Length 40 Km****Decision**

The NHA Executive Board recommended the PC-I for “Construction of Two Lane Road Link from Neela Dullah Interchange (M-2) to Rawal (M-14) (Length: 40 Km)” at a cost of Rs.10,485.063 million for approval of ECNEC.

Action By Member (Planning)

Agenda Item 10**PC-I for Dualization of Existing Road from Faisalabad Bypass to Motorway (M-3) via Satiana 26 Km Approx****Decision**

The NHA Executive Board recommended the PC-I for “Dualization of existing road from Faisalabad Bypass- Motorway (M-3) via Satiana length= 26 Km approx.” at a cost of Rs.4,624.162 million for approval of CDWP as a deposit work of Government of the Punjab.

Action By Member (Planning)

Agenda Item 11**PC-I for Extension of KLM Start Point to Saggian Road and Main Ravi Bridge(10 Km)****Decision**

The NHA Executive Board recommended the PC-I for “Extension of KLM Start Point to Saggian Road and Main Ravi Bridge (Approx. Length = 10 Km)” at a cost of Rs.13,647 million for approval of ECNEC. Land for the project will be acquired by Government of the Punjab.

Action By Member (Planning)

Additional Agenda Item-I**Approval of Procurement Method: Consultancy Services for Feasibility Study & Detailed Design For:**

- a. **Construction of 2-Lane Road Link from Neela Dulla Interchange (M-2) to Rawal (M-14) (Length 40 Km Approx.)**
- b. **Extension of Margalla Highway From G.T. Road (N-5) to Motorway (M-1) Punjab Limits (Length 2.5 Km Approx.)**

Decision

The NHA Executive Board approved engagement of M/s National Engineering Services Pakistan (Pvt.) Ltd, a State Owned Entity for rendering Consultancy Services for Feasibility Study & Detailed Design under PPRA Rule-42 (d)(iii) for:

- a. Construction of 2-Lane Road Link from Neela Dulla Interchange (M-2) to Rawal (M-14) (Length 40 Km Approx.)
- b. Extension of Margalla Highway from G.T. Road (N-5) to Motorway (M-1) Punjab Limits (Length 2.5 Km Approx.)

Action By Member (Planning)

Additional Agenda Item-II**Award of Operations, Management & Maintenance (OM&M) Contract of 4x Toll Plazas on National Highways and Collection of Toll Revenue on Net Guaranteed Monthly Fixed Revenue Basis Till the Period Ending June 30, 2024****Decision**

The NHA Executive Board approved the award of OM&M contract 04 x toll plazas where quoted bids are found above from previous financial years bid prices, to respective highest bidder at their quoted monthly bid prices as mentioned below from the date of commencement till the period ending June 30, 2024:

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S.No.	Toll Plaza	Position	Bidder's Name	Net Guaranteed Monthly Bid Price (Rs.)	Previous Bid (Rs.) FY 2022-23	% Above/ (Below) Previous Bid
1	Fazilpur (N-55)	1	M/s Mir Balach Khan Engineering Enterprises	9,790,986	9,049,375	8.20%
		2	M/s Abdul Qayoom Mazari	7,322,786	9,049,375	-19.08%
2	Rojhan (N-55)	1	M/s Mir Balach Khan Engineering Enterprises	5,590,986	5,305,000	5.39%
		2	M/s Abdul Qayoom Mazari	3,862,786	5,305,000	-27.19%
3	Larkana Khairpur Bridge (N-55)	1	M/s Jatoi Builders	1,587,786	1,410,786	12.55%
		2	M/s SSS Corporation	605,000	1,410,786	-57.12%
4	Hassanabdal (N-35)	1	M/s Mir Balach Khan Engineering Enterprises	6,890,666	6,666,666	3.36%

Action By Member (Finance)

Conclusion

The Chairman wrapped up the meeting by thanking the Board Members for their active participation and useful input.
