



Government of Orissa
Works Department
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No. 3204 / Dated, Bhubaneswar the 18-2-08
EAP-Cell-39/07

From

Sri J.N.Das,
Under Secretary to Govt.

To

The Chief Engineer, World Bank Projects, Orissa,
Bhubaneswar.

Sub:-

Proceedings of the SLPMT meeting held on 2.1.08
in the 2nd Floor Conference Hall of the Secretariat
on Orissa State Road Project.

Sir,

I am directed to send herewith the copy of the
proceedings of the State Level Project Monitoring Committee
(SLPMT) meeting held on 2.1.08 in the 2nd Floor Conference Hall
of the Secretariat on Orissa State Road Project for information
and immediate action.

Yours faithfully,

Under secretary to Government.

445
18/2/08

EE IV, PIO
Substantive the action required
and prepare a chart
J in 2/08

EN
J in 16/2

155

Minutes of the State Level Project Monitoring Committee (SLPMC) meeting held on 02.01.2008 in the 2nd floor Conference Hall of the Secretariat on Orissa State Roads Project (OSRP)

The members participated in the meeting is at **Annexure-'A'**.

The SLPMC meeting on EAP was convened on 02.01.2008 to approve the revised project proposal of Orissa State Road Project (OSRP) to be funded through World Bank loan assistance. The meeting was presided over by the D.C-cum-A.C.S. as the Chief Secretary has some other pressing engagement. In the earlier SLPMC meeting held on 30.4.2007, the Committee accorded approval to the project cost of Rs. 2121.11 crore with World Bank funding of Rs. 1406.89 crore (about US \$ 360 Million with 1 US \$. = Rs. 40) and Government of Orissa share of Rs. 714.22 crore i.e. 80:20 cost sharing basis. The above SLPMC approved the project cost of the above order along with the project proposal for improvement of 906 km. of roads with World Bank assistance. The Administrative Approval for the amount of Rs. 2121.11 crore was also obtained from Hon'ble Chief Minister on 14.8.2007 and the project preparation work went ahead as per the schedule. The project proposal with the above cost was also submitted by Works Department to the Ministry of Shipping, Road Transport & Highways (MOSRTH), Planning Commission and Department of Economic Affairs (DEA), Government of India for their concurrence during July 2007. The Planning Commission and MOSRTH, Government of India subsequently recommended the above proposal to DEA for its clearance. The DEA had earlier sanctioned a loan amount of US \$ 250 million for Orissa State Road Project (OSRP). Considering the need for higher loan amount of the order US \$ 360 million as per the project cost mentioned above and continuing dollar - rupee depreciation since last couple of months, the Chief Secretary, Orissa has requested Department Economic Affairs, Ministry of Finance, Government of India for enhancing the loan amount to US \$ 360 Million from US \$ 250 Million sanctioned earlier. The Works Department officials alongwith the Resident Commissioner at New Delhi had also made discussion in this regard with the officials of DEA. However, the DEA have not agreed to enhance the loan amount to US \$ 360 Million and advised

the State Government to go ahead with the loan negotiation with World Bank with the earlier sanctioned amount of US \$ 250 Million. Hence, necessity has arisen for obtaining fresh approval from SLPSC for the revised project cost with revision in scope of work to restrict the same within US \$ 250 Million of loan amount besides State Government's counterpart funding. Due to non-enhancement of loan amount from US \$ 250 Million to US \$ 360 Million by DEA, the World Bank Appraisal Mission during their visit to the State in November 20-23, 2007 has completed their appraisal limiting to Bank's loan amount to US \$ 250 Million in consultation with State Government.

The components included in the revised project costs are as follows:

- (a) Up-gradation of about 461 km. of State roads to two-lane highway standard with paved / soft shoulders at places. The name of the roads are :

Sl. No.	Name of the Road	Length	Remark
1.	Bhawanipatana - Khariar	68 Km	<u>Year-1-, BID invited</u>
2.	Chandbali - Bhadrak - Anandpur	95 Km	-do-
3.	Berhampur - Taptapani	41 Km	-do-
4.	Taptapani - Raipanka	68 Km	<u>Year-2 Package</u> (DPR nearing completion)
5.	Raipanka - JK Pur	83 Km	- do -
6.	Jagatpur - Chandbali	106Km	- do -

Total Year -1 Package - 204 Km & Year -2 Package - 257 Km

- (b) Reconstruction of the High Level major bridge over river Bansadhara on Berhampur-Raygada road destroyed during August 2007 flood.

Three spans of this major bridge over river Bansadhara at Gumuda at chainage 141.9 km on Berhampur-Raygada road was washed away during August, 2007 flood and thereby disrupting the traffic along this road which is one of the major link connecting Raygada & Gajapati districts.

- (c) Facilitating private sector financing for 268 km. of high traffic roads roads (as per the details given below)connecting mining belts and ports alongwith a possible expansion to more roads for implementation on PPP basis.

- (13)
1. Four laning of Sambalpur-Rourkela Road (SH- 10) from Rourkela (NH-23) to Sambalpur (NH-42). Length - 165 Km.
 2. Widening of the existing single lane Joda - Bamberi Road (Expressway II) to 7 meters carriageway with 1.5m paved shoulder. Length - 18 Km
 3. Widening of the existing single lane Koira-Tensa- Rajamunda Road 7 meters carriageway with 1.5m paved shoulder.- Length - 46 Km
 4. Widening of the existing single lane road from Dhamra Port to Digochia (connecting Bhadrak-Chandbali road) to 7 meters carriageway with 1.5m paved shoulder.- Length - 39 Km

The World Bank is currently funding the consultant engaged for PPP transaction advisory services for the above 268 Km roads and have agreed to provide funds for consultancy services for another 500 Km more roads for PPP feasibility study including transaction. The Bank has also agreed to provide funding for PPP capacity building measures.

- (d) Institutional development support to modernize the Works Department and improve the planning, financing and policy framework in the road sector.

For institutional development, the World Bank has agreed to provide necessary technical assistance funding for establishment / enactment of various reform measures such as Road Asset Management, Road Policy, Toll Policy, Axle Road Control Policy, MIS & IT based Financial Management System for on-line monitoring of work up to field level etc. . The detailed version on Institutional Strengthening Action Plan (ISAP) alongwith its Implementation Schedule has been approved by State Level Steering Committee headed by D.C-cum-A.C.S. in their meeting dated 29.12.2007.

The Chief Engineer, World Bank Project, Orissa appraised the Committee that the bids for Berhampur-Taptapani road has been received on 2nd January, 2008 and bids for other 2 roads under Year-1 contract namely, Bhawanipatna-Khariar and Chandbali-Bhadrak-Anandpur shall

be received on 16th January, 2008 so as to enable starting of work in the field during March, 2008.

Besides the above, the World Bank has also agreed to the proposition of expanding the scope of PPP works by selecting about 500 km. more high traffic roads in the mining and industrial belts for which the World Bank will provide the cost of consultancy services for transaction advisory process.

After detailed deliberation the Committee has observed that improvement of 461 km. of roads shall be done in place of 906 km. identified earlier under Phase-I of OSRP in view of the ceiling of loan amount imposed by DEA to the tune of US \$ 250 Million. The Committee has broadly agreed to the selected corridors which include 204 km. Year-1 contract roads for which tendering and other associated works have already begun in the field. The Committee suggested that the balance 445Km for which DPR activities are nearing completion may be either posed to World Bank for Phase-II loan or else other source of funding such as ADB/JBIC/HUDCO be exploited. Some of the roads may be further examined for improvement option under PPP scheme.

The D.C-cum-A.C.S. observed that all pre-implementation activities in the field such as shifting of utilities, land acquisition, environmental measures to be completed in time for the balance 357 km. of Year-2 contract roads so as to start the work as per the schedule.

The meeting ended with vote of thanks to the Chair and the participants.


D.C-cum-ADDL. CHIEF SECRETARY

**MEMBERS PRESENT IN THE MEETING OF STATE LEVEL PROJECT
MONITORING COMMITTEE (SLPMC) HELD ON 02.01.2008 IN THE
2ND FLOOR CONFERENCE HALL OF THE SECRETARIATE ON
ORISSA STATE ROADS PROJECT.**

Sl. No.	Name	Designation
1.	Dr. R.N. Bohidar,	Development Commissioner-cum-Additional Chief Secretary, Orissa.
2.	Er. S.K. Ray,	EIC-cum-Secretary to Government, Works Department.
3.	Dr. R.V. Singh,	Special Secretary, to Govt. P&C Deptt.
4.	Sri Bikash Mohapatra,	Additional Secretary to Govt. Finance Deptt.
5.	Sri G.C. Pal,	Director-cum-Addl. Secretary to Govt. P&C Deptt.
6.	Er. Jayamangal Nayak,	Chief Engineer, World Bank Projects. Orissa.