## ssGOVERNMENT OF INDIA MINISTRY OF ROAD TRANSPORT AND HIGHWAYS

# **LOK SABHA UNSTARRED QUESTION NO. 4463**ANSWERED ON 22<sup>ND</sup> MARCH, 2018

#### PRIVATE SECTOR INVESTMENT ON TOT MODEL

#### 4463. SHRI A.ARUNMOZHITHEVAN:

Will the Minister of ROAD TRANSPORT AND HIGHWAYS

### सडक परिवहन और राजमार्ग मंत्री

be pleased to state:

- (a) whether it is true that the Government is expecting some increase in private sector investment during the next three months as many projects under the Public Private Partnership (PPP) model are set to be awarded;
- (b) if so, the details thereof;
- (c) whether it is also true that the public funded works will eventually become Public Private Partnership (PPP) projects when the Government awards them for fixed years under Toll-Operate-Transfer (TOT) model; and
- (d) if so, the details thereof?

#### **ANSWER**

## THE MINISTER OF STATE IN THE MINISTRY OF ROAD TRANSPORT AND HIGHWAYS

(SHRI MANSUKH L. MANDAVIYA)

(a) to (b) As per approved Standard Operation Procedure (SOP) of Bharatmala Pariyojana the base case scenario is to take up 60 % of projects under Hybrid Annuity Mode (HAM) and 10 % under BOT (Toll) and remaining on Engineering, Procurement, Construction (EPC) Mode.

- (c) Government of India has approved Toll Operate and Transfer (TOT) model under which the Public funded projects operational for two years shall be put to bid wherein the right of collection and appropriation of fee shall be assigned for a pre determined concession period (30 years) to Concessionaires (Developers/Investors) against upfront payment of a lump sum amount to NHAI. Operation and Maintenance (O&M) obligation of such projects shall be with the concessionaire till the completion of the concession period. Projects to be undertaken in the TOT model are to be treated as Public-private-partnership (PPP) projects.
- (d) The first bundle of TOT projects comprising of 9 project stretches aggregating to a length of 680km has already finalised and Letter of Award (LOA) has been issued. Apart from TOT Bundle-I, NHAI has also identified stretches of approximate length of 1640 kms under TOT in which condition survey and traffic studies is under progress.

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