

PWD

(53)

list of studies
SINO
(41)

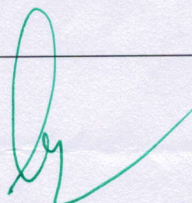
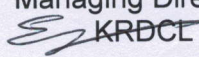
RECOMMENDATION OF TECHNICAL CONSULTANCY SERVICES
ORGANISATION OF KARNATAKA (TECSOK) ON KRDCL
(EVALUATION REPORT)

Sl. No.	Recommendations	Action Taken by KRDCL
1.	<u>Short-Term practicable recommendation.</u>	
i)	To Prioritize projects based on need and demand.	The recommendation being implemented based on the prioritization of projects (CORE ROAD NETWORK – Roads) approved by Govt.
ii)	To strengthen an environmental section as a full fledged cell.	<p>To co-ordinate environmental issues, environmental specialist is appointed.</p> <p>At present project requirement for environmental clearance are very few as such full pledged environmental section may not required. However, constitution of environmental section is being taken up with the Govt.</p>
iii)	Introduction of asset inventorization and management system for day-to-day monitoring of the operations, administration, revenue generation etc.,	<p>At present corporation is not having any own assets except office equipments, electronic items, furniture etc for which asset inventorization is implemented.</p> <p>The matter of transfer of ownership of completed tolled roads will be taken up with the Govt.</p>
iv)	Development of in-house expertise for various projects, will enable company to save some costs spent for consultancy/outsourcing. Deployment of supervision & quality control consultants having international expertise would help the organization in increasing technical knowledge for their staff.	<p>The officers of the company are being deputed to various Training courses for updating the Technical know how and present trends.</p> <p>Deployment of supervision & quality control consultants having international expertization have been implemented in World Bank Assisted Co-Finance projects where in original foreign based companies with Regional Office in India have succeeded in bids floated internationally for independent engineer. The Transfer of International best practices in contractual, constructional, environmental & R & R issues are being achieved.</p> <p>With the aim of developing in house expertize, KRDCL has made provision of training of claints engineers as one of the components in TOR.</p>

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2.	<u>Long Term Practicable recommendations</u>	
i)	Providing/alloting government lands all along the roads at strategic locations for commercial development would enable PPP concessioner in increasing income from such projects. These provisions in PPP mode projects would enhance life cycle benefits and would attract more projects under this mode	<p>PPP Road Projects are taken up based on policy guidelines of Govt of India wherein allotment of Govt. lands all along project road is not envisaged.</p> <p>This is a policy decision to be taken by the Govt.</p>
ii)	Government may allocate traffic worthy roads to the Company for implementations under BOT/BOLT/PPP mode and allow to collect toll charges for creation of its own revenue base, which will ensure long term sustainability of the company.	<p>Govt. has accorded approval for collecting user fee on 19 Roads developed by KSHIP & KRDCCL. Terms of reference is in preparation. Tenders will be floated & toll collection will be taken up through private agency.</p> <p>Toll collection has been commenced on completed project i.e Sandur-Hospet with effect from July-2016.</p> <p>6 projects have been taken up on hybrid annuity mode which are expected to complete by the year 2018. After completion of these projects, debt service is to be done through toll collection. Proposal for according Right of Way permission for providing optical fiber cable on all State Roads (under PWD jurisdiction) through KRDCCL is submitted to Govt for approval. Income generated will be used for Road Projects by Ring Fencing.</p>

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Sl. No.	Recommendations	Action Taken by KRDCCL
3.	<p><u>Recommendations requiring change in policy:</u></p> <p>Creation of separate State Highway fund would enable the Company to take up the projects independently without depending on government grant/deposits. Ownership of the roads and other assets shall be with the company enabling it to raise loans from financial institutions for taking up more and attractive projects by pledging the same. The company shall have its own permanent staff and it is desirable for less dependent on deputation staff for the works. Developing border check posts at strategic locations as prevailing in other states, would result in increased income to the Company. Indirectly, this will also help in control over loading and damage to the State roads due to heavy loading and reduce unauthorised entries.</p>	<p>Necessary proposals for change in policy as recommended by M/s.TESCOK will be taken up with the Govt.</p>
	<p>Taking up more number PPP projects under various modes would enable the company to become less dependent on government grants and sustain on its own in the long run.</p>	<p>Based on the recommendation of financial planning & transaction advisory consultants a list of good traffic roads of 14 nos 1176 kms has been sent to Govt. for taking under PPP mode. Communication from Govt. is awaited.</p>


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 KRDCCL