

No. NH-24036/01/2014-H
Government of India
Ministry of Road Transport & Highways
(Highways Section)

1, Sansad Marg, Parivahan Bhawan,
New Delhi, dated the 16th September, 2014

Office Memorandum

Subject: Modification in Delegation of powers for Formulation, Appraisal and Approval in respect of National Highways Projects.

The undersigned is directed to refer to the Ministry of Finance, Department of Economic Affairs OM No. 1/22/2012-PPP dated 09.07.2013 on the subject mentioned above and to say that Cabinet Committee of Economic Affairs (CCEA), in its meeting held on 09/07/2014 [Case No. 112/CCEA/2014], had increased the threshold for approval of cases recommended by Public Private Partnership Appraisal Committee (PPPAC) from ₹ 500 crore to ₹ 1000 crore. The Committee further directed that the procedure and the threshold for clearance of Public Private Partnership projects at levels below the Cabinet/CCEA, be reviewed and laid down with the approval of the Minister of Finance. A copy of the CCEA's decision dated 09/07/2014 is enclosed.

2. Ministry of Finance has now concurred that all projects within the Total Project Cost (TPC) of ₹ 1000 crore would henceforth be appraised by a Committee headed by Secretary (RT&H) with representatives of the Planning Commission and the Ministry of Finance (Department of Expenditure in case of Public Funded Projects and Department of Economic Affairs in case of PPP Projects) and approved by Minister (RT&H).

3. The revised delegation of powers for project Appraisal/Approval will henceforth be as follows:-

Mode	Project Appraisal		Project Approval	
	Cost (₹ in Crore)	Appraisal By	Cost (₹ in Crore)	Approval By
Non-PPP (Public Funded)	≤ 25	MoRTH	≤ 25	Secretary (RT&H)
	> 25 <1000	SFC/EFC chaired by Secretary (RT&H)	>25 <1000	Minister (RT&H)
	≥ 1000	PIB/EFC chaired by Secretary (Expenditure)	≥ 1000	CCEA
PPP	≤ 25	MoRTH	≤ 25	Secretary (RT&H)
	> 25 <1000	SFC chaired by Secretary (RT&H)	> 25 < 1000	Minister (RT&H)
	≥ 1000	PPPAC	≥ 1000	CCEA

4. This bears the approval of the Competent Authority.

(Signature)
16/9/2014
(S K Jha)

Under Secretary to the Government of India
Phone No. 23353141

Encl: As above

17/9
SE(NHDP-IV) I
SE(NHDP-IV) II
EE(NHDP-IV) ✓
TS - Me.

To

- (i) Chairman, NHAI
- (ii) DG(RD)
- (iii) AS&FA
- (iv) CE(NHDP-IVA)
- (v) CE(SARDP-NE)
- (vi) CE(Planning)
- (vii) SE(PPP)

Copy for information to:

- a) Secretary, Planning Commission, Yojana Bhawan New Delhi
- b) Secretary, Department of Expenditure, Ministry of Finance North Block, New Delhi.
- c) Secretary, Department of Economic Affairs, Ministry of Finance, North Block, New Delhi.
- d) Prime Minister's Office [Kind Attn: Shri Krishan Kumar, Director] w.r.t. PMO's I.D No. 430/31/C/20/2013-ES.I dated 21st July, 2014.
- e) Cabinet Secretariat [Kind Attn: Shri S. K. Valiathan, Under Secretary] w.r.t. O.M No. 1/20/3/2014-Cab. Dated-11th August, 2014.
- f) Ministry of Finance, Department of Economic Affairs [Kind Attn: Ms Abhilasha Mahapatra, OSD (PPP)], North Block, New Delhi w.r.t. their OM No. 1/22/2012-PPP dated- 09.07 2013.

Copy also for kind information to PS to Hon'ble Finance Minister/PS to Hon'ble Minister(RT&H)/PS to Hon'ble MoS(RT&H)/Sr. PPS to Secretary(RT&H)/PPS to JS(H)/DS(H)

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COPY NO. 5

No.CCEA/19/2014

CABINET SECRETARIAT

EXTRACTS FROM THE MINUTES OF THE MEETING
OF THE CABINET COMMITTEE ON ECONOMIC
AFFAIRS HELD AT 1930 HOURS, ON WEDNESDAY,
THE 9th JULY, 2014 IN THE ROOM NO. 155, SOUTH
BLOCK, NEW DELHI.

Case No.112/CCEA/2014

Item 11

Threshold for approval of cases recommended by
Public Private Partnership Appraisal Committee
(PPPAC).

The Committee underlined the need for expeditious clearance of infrastructure projects and their early execution, and in that light, decided to increase the threshold to be submitted for approval of projects by the Cabinet Committee on Economic Affairs on the recommendations of the Public Private Partnership Appraisal Committee from ₹ 500 crore to ₹ 1000 crore. The Committee further directed that the procedure and the threshold for clearance of Public Private Partnership projects at levels below the Cabinet/CCEA, be reviewed and laid down with the approval of the Minister of Finance.

SECRET

7 Copies.

In accordance with the Rules of Procedure in Regard to Proceedings of the Cabinet (Rule 10), progress of action to implement the decision may be included in the Ministry's Monthly Summary for the information of the Members of the council of Ministers.

Action taken to implement the decision may be communicated to the Cabinet Secretariat with reference to the Implementation Schedule attached to the agenda note.