

No.RW/NH-11015/13/87-DO I**Dated, the 19th Sept., 1994****To**

The Secretaries/Chief Engineers (dealing with National Highways) Public Works Departments of States/UTs of Andhra Pradesh, Assam, Bihar, Gujarat, Goa, Haryana, Himachal Pradesh, Kerala, Madhya Pradesh, Maharashtra, Meghalaya, Nagaland, Orissa, Punjab, Pondicherry, Rajasthan, Tamil Nadu, Uttar Pradesh and West Bengal

Subject: Enhancement of Central Financial Liability for the development/maintenance or urban road links of National Highways

I am directed to refer to this Ministry's letter No.RW/NHIII/P/13/75-Vol.II dated 9th April, 1987 enhancing the financial assistance for maintenance of urban road links of National Highways in municipal areas with a population of 20,000 or more from Rs.8000/- to Rs.16000/- per KM per year and to state that this Ministry has received representations from various State Governments for enhancement of the financial assistance on account of the increase in the cost of material and wages of the labour. After careful consideration of the matter, it has been decided that with effect from 1st October, 1994 the financial assistance for maintenance of the urban road links of National Highways in municipal areas with a population of 20,000 or more will, subject to terms and conditions indicated in the National Highway Urban Links Agreement with your state and also subject to the signing of a supplementary agreement to this effect, be admissible at the rate of Rs.60000/- per KM per year (inclusive of agency charges) or the actual expenditure whichever is less. In this connection, Supplementary National Highway Urban Link Agreement is being finalised in consultation with the Ministry of Law & Justice and the same will be sent to you for signatures shortly.

2. These orders issue with the concurrence of the Finance Wing vide their U.O.No.1620/FA(T)/94 dated 12.9.94.