

NHA Executive Board's Confirmed Minutes

NATIONAL HIGHWAY AUTHORITY

CONFIRMED MINUTES

**404th Executive Board Meeting
Islamabad, August 5, 2022**

AGENDA ITEMS

<u>Agenda Item</u>	<u>Subject</u>
1.	Confirmation of Minutes of 403 rd Meeting of Executive Board Held on July 27, 2022
2.	Issuance of letter of Intent (LOI) to the Successful Bidder, M/s Techno-Matracon (JV) for Kharian-Rawalpindi Motorway Project on BOT Basis
3.	Consultancy Services for Detailed Design and Preparation of PC-I for Construction of Road between Shounter to Rattu Along with Tunnel at Shounter
4.	Award of Operations, Management & Maintenance (OM&M) Contracts of 11x Manual Toll Plazas on National Highways and Collections of Toll Revenue on Net Guaranteed Monthly Advance Basis for a Period of One (01) Year Ending Till June 30, 2023
5.	Proposal for Establishment of Toll Plaza at Km-125 Naran N-15 (Mansehra-Naran-Jalkhad-Chilas), Operations & Management of Toll Plaza Through Kaghan Development Authority Under Rule 42 (f) of PPRA
6.	Issuance of Domestic and International Sukuk & Islamic Naya Pakistan Certificates (INPC)
7.	Approval of NHA Entity & RMA Accounts for the Financial Year 2020-21
8.	Report of the Committee Constituted to Decide Remunerations Package for Chairman and Member (DAB)
9.	One Year Extension of Consultancy Contract for Supervision & Assisting the Newly Established Quality Assurance Cell in Maintaining and Continually Improving the Quality Management System (ISO 9001:2015) at NHA
Add'l	Construction of Gwadar-Ratodero Road M-8 – Balance Works of Package-III (Km 47+570 to 50+240) 2.67 Km

NHA Executive Board's Confirmed Minutes**NATIONAL HIGHWAY AUTHORITY****CONFIRMED MINUTES**

Subject: **The 404th Meeting of the NHA Executive Board Held on August 05, 2022 at Islamabad**

Introduction

The 404th meeting of the National Highway Authority's Executive Board was held at 0900 hours on August 05, 2022 at the Auditorium of NHA Headquarters, Islamabad. Capt. (Retd.) Muhammad Khurram Agha, Chairman, NHA presided over the meeting.

The meeting commenced with recitation of verses from the Holy Quran with Urdu translation and Darood Sharif.

Opening Remarks

The Chairman extended warm welcome to the participants of the meeting.

The Chairman allowed Secretary, NHA to start formal Board proceedings on the agenda.

Formal Board Proceedings**Agenda Items**

The Secretary, NHA apprised the Board that agenda consists of nine (09) items. He added that working paper regarding "Construction of Gwadar - Ratodero Road M-8 – Balance Works of Package-III (Km 47+570 to 50+240) 2.67 Km" was tabled as additional agenda item with the permission of Board.

Agenda Item 1**Confirmation of Minutes of 403rd Meeting of Executive Board Held on July 27, 2022**

The minutes of 403rd meeting held on July 27, 2022 will be presented in next Board meeting for confirmation.

Action By : Secretary, NHA

Agenda Item 2**Issuance of letter of Intent (LOI) to the Successful Bidder, M/s Techno-Matracon (JV) for Kharian-Rawalpindi Motorway Project on BOT Basis**

The NHA Executive Board deferred the subject agenda item with the direction to resubmit the same covering all relevant details in the working paper/presentation.

Action By : Member (PPP)/GM (PPP)

Agenda Item 3**Consultancy Services for Detailed Design and Preparation of PC-I for Construction of Road between Shounter to Rattu Along With Tunnel at Shounter****Decision**

The NHA Executive Board annulled the current procurement process and directed to retender the award of Consultancy Services for detailed design and preparation of PC-I for construction of road between Shounter to Rattu along with tunnel at Shounter.

Action By : Member (Planning)

Agenda Item 4**Award of Operations, Management & Maintenance (OM&M) Contracts of 11x Manual Toll Plazas on National Highways and Collections of Toll Revenue on Net Guaranteed Monthly Advance Basis for a Period of One (01) Year Ending Till June 30, 2023****Decision**

The NHA Executive Board awarded Operations, Management & Maintenance (OM&M) Contracts of following toll plazas to the respective highest bidder till the period ending June 30, 2023 from commencement date as per the approved benchmark up to -25% of NTRC's Reserve Price decided by the Board in its 403rd meeting held on July 27, 2022:

NHA Executive Board's Confirmed Minutes

<u>Sr. No</u>	<u>Toll Plaza</u>	<u>Highest Bidder</u>	<u>Monthly Quoted Bid (2022-23) Rs.</u>	<u>NTRC Reserve Price (2022-23) Rs.</u>	<u>% Above / (Below) NTRC Reserve Price Rs.</u>
1.	Sibi (N-65)	M/s Okashah Construction Company and M/s Jatoi Builders (JV)	5,655,786	5,230,000	8.14%
2.	Havelian (N-35)	M/s Millat Enterprises and M/s Khair-ul-Baqa Enterprises (JV)	777,777	new toll plaza	-
3.	Mach (N-65)	M/s Millat Enterprises and M/s Khair-ul-Baqa Enterprises (JV)	535,000	new toll plaza	-
4.	Baleli (N-25)	M/s Millat Enterprises and M/s Khair-ul-Baqa Enterprises (JV)	1,126,000	new toll plaza	-
5.	Larkana Khairpur Bridge (N-55)	M/s Okashah Construction Company and M/s Jatoi Builders (JV)	1,410,786	1,789,167	-21.15%
6.	Karak (N-55)	M/s Abdul Kareem Builders	14,525,777	18,563,333	-21.75%

The following toll plazas be considered approved subject to matching the benchmark of -25% of NTRC's Reserve Price by the highest bidder as stated above. In case the bidders are not agreed with the benchmark, the Board directed to proceed for re-tendering involving zonal offices:

<u>Sr. No</u>	<u>Toll Plaza</u>	<u>Highest Bidder</u>	<u>Monthly Quoted Bid (2022-23) Rs.</u>	<u>NTRC Reserve Price (2022-23) Rs.</u>	<u>% Above / (Below) NTRC Reserve Price Rs.</u>
1.	Hassanabdal (N-35)	M/s Fiaz Sharif Construction Company	5,613,111	8,674,167	-35.29%
2.	Fazilpur (N-55)	M/s NLC	7,110,000	12,065,833	-41.07%
3.	Kandkot (N-55)	M/s Abdul Qayoom Mazari	5,662,000	10,419,167	-45.66%
4.	Rojhan (N-55)	M/s Abdul Qayoom Mazari	5,542,786	30,387,500	-81.76%

The Board directed NHA to engage the local councils/ TMAs on sharing basis for establishment of non-operational/new toll plazas at suitable location. The Board further directed to involve Zonal Members/GMs in this exercise to coordinate with the local councils/TMAs.

The Board approved the following for OM&M of toll plazas at zonal office:

NHA Executive Board's Confirmed Minutes

- a. Tendering process:
- i. Invitation for Bid (IFB) and Bidding Documents / Request for Proposals of toll plazas will be carried out by the NHA HQ.
 - ii. Technical and Financial bids for OM&M of toll plazas will be opened in the concerned Zone by the designated Tender Opening and Evaluation Committee in line with procedure given in NHA Code and PPRA Rules.
 - iii. Technical Evaluation of the prospective bidders and Pre-Bid meeting will be held at Zonal Office concerned.
 - iv. Financial Bids of Technically Qualified Bidders will also be opened at Zonal Office concerned.
 - v. Financial Evaluations and recommendations of the following Tender Opening and Evaluation Committee regarding award / re-tendering of toll plazas will be forwarded to Tender Acceptance Committee for approval at Head Quarters as per NHA Code.
- b. Tender Opening and Evaluation Committee (TO&EC) for Zonal Office:
- | | | |
|------|-----------------------------|-----------------|
| i. | GM (Revenue) | Chairman |
| ii. | GM (P&CA) | Member |
| iii. | Director (RAMD) | Member |
| iv. | Director (Revenue) | Member |
| v. | Director (Revenue-Contract) | Member |
| vi. | Dy. Director (Rev-Contract) | Co-opted Member |
| vii. | GM Region (concerned) | Co-opted Member |

Action By : Member (Finance)/All Zonal Members

Agenda Item 5**Proposal for Establishment of Toll Plaza at Km-125 Naran N-15 (Mansehra-Naran-Jalkhad-Chilas), Operations & Management of Toll Plaza through Kaghan Development Authority Under Rule 42 (f) of PPRA****Decision**

The NHA Executive Board approved the following:

- a. KDA be allowed to establish toll plaza at KM-125, Naran N-15 under Clause 42 (f) of PPRA Rules.
- b. The O&M contract be awarded initially for a period of 05 years extendable to further 03 years.
- c. Considering peculiar nature of site (this toll plaza will be operated seasonally i.e 06 months in a year).
- d. NHA standard rates for national highways be applied on the proposed toll plaza.
- e. Toll Revenue from Naran toll plaza be distributed equally i.e. 50% to NHA & 50% to KDA after deduction of onetime cost regarding establishment of toll plaza as well as monthly O&M charges.
- f. In order to determine the potential toll revenue of this toll plaza, 15 days (24/7) category wise joint traffic survey for paid traffic will be carried out in every season during currency of the contract. Thereafter, monthly revenue will be adjusted accordingly.

Action By : Member (Finance)

Agenda Item 6**Issuance of Domestic and International Sukuk & Islamic Naya Pakistan Certificates (INPC)****Decision**

The NHA Executive Board approved the issuance of NOC to Finance Division for raising funds by issuing Domestic /International Sukuks and Islamic Naya Pakistan Certificates (INPC) using the following unencumbered assets of NHA:

NHA Executive Board's Confirmed Minutes

S No	District	Tehsil	Area
Makran Coastal Highway (N-10)			
1.	Ormara	Gawadar	27,905 Kanal & 18 Marla
2.	Gawadar & Jiwani	Gawadar	17,042 Kanal & 10 Marla
Grand Trunk Road (N-5)			
1.	Peshawar & Nowshera	Peshawar & Nowshera	6,172 Kanal & 15 Marla
Indus Highway Project (N-55)			
1.	Peshawar, Kohat, Karak, Bannu, Lakki Marwat & D.I Khan	Peshawar, Kohat, Lachi, Banda Daud Shah, Karak, Domail, Bannu, Norang, Lakki Marwat, D.I Khan	11,361 Kanal & 11 Marla
2.	Peshawar, Kohat, Karak, Lakki Marwat, Bannu, D.I Khan	Peshawar, Kohat, Karak, Takht Nasrali, Naurang, Bannu, Parova	12,604 Kanal & 04 Marla

The Board referred the following issues to Audit Committee of NHEB to pursue the case/problems faced by NHA with the Finance Division and FBR.

- a. NHA is facing tax problems with FBR against the transaction performed by Federal Government in the form of Sukuk Bonds, which is unfair.
- b. Sukuk bonds issued earlier through NOC granted by NHA are now matured but not released yet. The matter to be taken up with Finance Division.
- c. A summary for extension up to September 30, 2022 has already been submitted to Finance Division for forwarding Business Plan to ECC. The matter be expedited.

Action By : Member (Finance)/Additional Secretary (Budget)

Agenda Item 7

Approval of NHA Entity & RMA Accounts for the Financial Year 2020-21

Agenda Item 8

Report of the Committee

Constituted to Decide Remunerations Package for Chairman and Member (DAB)

NHA Executive Board's Confirmed Minutes**Agenda Item 9****One Year Extension of Consultancy Contract for Supervision & Assisting the Newly Established Quality Assurance Cell in Maintaining and Continually Improving the Quality Management System (ISO 9001:2015) at NHA**

The subject agenda items were not discussed due to paucity of time.

Action By : Secretary, NHA

Additional Agenda Item**Construction of Gwadar-Ratodero Road M-8: Balance Works of Package-III (Km 47+570 to 50+240) 2.67 Km****Decision**

The NHA Executive Board allowed to invite state owned entities under Rule 42 (f) of PPRA to submit bids for “Construction of Gwadar-Ratodero Road (M-8): Balance Works of Package-III (Km 47+570 to 50+240) 2.67 KM” at risk and cost of previous Contractor M/s Nazir-AM (JV) due to flood emergency in Balochistan.

Action By : Member (Planning)/Member (West Zone)

Conclusion

The Chairman wrapped up the meeting by thanking the Board Members for their active participation and useful input.
