



GOVERNMENT OF KERALA

Abstract

Public Works Department- Exemption of royalty and State Government's share in GST for aggregates required for construction of Kollam Chengotta NH 744 and Ernakulam bypass (NH 544)- Sanction accorded- Orders issued

PUBLIC WORKS(D)DEPARTMENT

G.O.(Ms)No.30/2024/PWD Thiruvananthapuram, Dated 16-07-2024

Read 1 Demi Official Letter from Hon'ble Union Minister of Road Transport and Highways dated 26.07.2023.

2 Letter number 11154/RO-Kerala/Bharatmala Connectivity Projects/2085 dated 30.10.2023 from the Regional Officer National Highway Authority of India.

3 Minutes of the Review Meeting convened by Hon'ble Chief Minister on 23.01.2024.

ORDER

As per the letter read as 1st paper above, the Hon'ble Union Minister intimated that Kerala is exempted from sharing 25% land acquisition cost for the projects Ernakulam bypass (NH 544) and Kollam Chengotta (NH 744) and requested to explore the exemption of royalty and state government's share in Goods and Service Tax (GST) associated with these projects. As per the letter read as 2nd paper above, National Highway Authority of India requested to confirm the exemption royalty and state government's share in GST for aggregates required for the construction of

these projects.

2. As per the estimates submitted by the National Highways Authority of India, State Government will have to forego about Rs 741.35 crore due to the exemption of Goods and Services Tax (State share) and royalty on construction materials for the construction of National Highway 744 and Ernakulam Bypass.

	GST(State Share)	Royalty	Total
Ernakulam Bypass (NH 544)	254.4 Crore	169.6 Crore	424 Crore
Kollam Chengotta (NH 744)	173.7 Crore	143.65 Crore	317.35Crore
Total			741.35 Crore

3. Government have examined the matter in detail considering this as a special case and are pleased to accord sanction for exemption of Royalty for aggregates required for construction of Kollam Chengotta NH 744 and Ernakulam bypass (NH 544) subject to the following conditions.

A) The granite products and other rock products excavated during the construction of the Kollam-Chenkota (NH 744) and Ernakulam Bypass (NH 544) and the royalty free products shall be used only for the construction of the those National Highways.

B) The joint team of District Geologist and the Engineer appointed by NHAI shall certify the quantity of products to be exempted from royalty.

4. The share of Goods Service Tax (GST) received by the State Government as part of the construction of the Ernakulam Bypass (National Highway 544) and Kollam Chengotta (National Highway 744) projects will be given as a grant to the National Highway Authority of India. Taxes-

Finance Departments should jointly develop a procedure for sanctioning grant after scrutinizing the proposal submitted by National Highways Authority.

(By order of the Governor)

K BIJU I A S

SECRETARY

To:

The Regional Officer, National Highway Authority of India

The Chief Engineer(National Highway), Thiruvananthapuram

The Principal Accountant General (Audit)/(A&E), Kerala

GA SC Department(Vide item number 2269)

Finance Department (Vide ref. file No.I&PW B1/43/2024/Fin)

Industries Department(Vide ref.file No.A3/89/2024 -IND)

Taxes Department (Vide ref.file No.B1/46/2024-TD)

Information Officer (Web & New Media)

Stock file / PWD-D3/80/2024-PWD

Forwarded /By order

Section Officer

Copy to :

PS to Hon'ble Chief Minister

PS to Hon'ble Minister (PWD)

PA to Secretary (PWD)