



Infrastructure Boost Under HAM Phase-1 Project

Why in News?

Maharashtra Chief Minister announced a **major advancement in the State's infrastructure development** by successfully implementing [the Hybrid Annuity Model \(HAM\) Phase-1 project](https://www.drishtiias.com/printpdf/infrastructure-boost-under-ham-phase-1-project).

- This initiative will upgrade 6,000 kilometres of roads across the State with an investment of Rs 41,730 crore.

Key Points

- **Project Progress and Financial Closure:**
 - The Chief Minister highlighted the project's progress, announcing that Rs 25,875 crore has been secured in financial closure.
 - He credited banks such as **HUDCO, IIFCL, Canara Bank, PNB, UCO, BOM, NABFID, PSB, and SBICAPS** for their crucial support.
- **Accelerated Implementation:**
 - The initiative has exceeded expectations, **achieving 5% more progress in record time** under the State's 100-day program.
- **Upcoming Infrastructure Projects:**
 - The Chief Minister revealed that infrastructure projects worth Rs 1 lakh crore are set for completion this year, signifying a transformative phase in Maharashtra's development.

Hybrid Annuity Model (HAM)

- It is a mix of EPC and BOT-Annuity models. As per the design, the government will contribute 40% of the project cost in the first five years through annual payments (annuity).
- The remaining payment will be made on the basis of the assets created and the performance of the developer.