CAUSES AND EFFECTS OF DELAY IN COMPLETION OF GOVERNMENT FUNDED BUILDING CONSTRUCTION PROJECTS IN SRI LANKA

WITH SPECIAL REFERENCE TO THE PROJECTS BASED IN WESTERN PROVINCE

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Thesis/Dissertation submitted in partial fulfillment of the requirements for the degree Master of Business Administration in Project Management

Department of Civil Engineering

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Sri Lanka

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Declaration

I declare that this is my own work and this thesis does not incorporate without acknowledgement any material previously submitted for a Degree or Diploma in any other University or institute of higher learning and to the best of my knowledge and belief it does not contain any material previously published or written by another person except where the acknowledgement is made in the text.

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The above candidate has carried out research for the thesis of the Masters of Business Administration in Project Management under my supervision.

Name of the supervisor: Dr. Lesly Ekanayake

Signature of the supervisor:

Date: /06/2017

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I want to thank my family for burning oil along with me as I sat at my desk researching on numerous variables.

Abstract

The main purpose of this study is to identify the causes of delay in completion of government funded building construction projects in Sri Lanka; with special reference to the projects based in the Western province as well as to highlight its impact on the construction industry and to round up by forwarding recommendations for minimization of such delays. A questionnaire survey was carried out among the engineers representing consultants and contractors engaged in building construction projects of government funded projects in western province of Sri Lanka to identify the delays and their effects.

The delay in completion of government funded building construction projects could be due to various reasons and those reasons will change from region to region. For this research, a questionnaire was used with 25 delay causes and the responses were ranked according to relative importance index. At the completion of the research nineteen causes were identified which have more effect on the delay. Those 25 delay causes were grouped in to four called client related delays, consultant related delays, contractor related delays and other delays and were used in finding which party had higher impact on project delay. The ten effects were listed in the questionnaire that can occur as a result of delay in building construction projects and ranked them according to their importance level.

Having identified the causes having a high effect for the delays, the areas that are to be improved/concentrated can be identified and that will help overcome the problem for delays. According to the analyzed data, shortage of skill labor is the cause with the most impact and delay in providing necessary drawings and delay in delivery of required material to the site has become the second and third position respectively. Also it was found that delays occurring from the contractor's side have higher impact on project delay. Increasing in the final cost of the project is the main effect which results from the delay in completion of government funded building construction projects. The guidelines laid down in chapter 5 will help the government of Sri Lanka and it requires more attention to be paid on the problem of shortage of skill laborers in construction industry. The contractor should take more attention on contractor related delay causes which have higher effect to delay in completion of government funded building construction projects relative to other three factors.

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