GOVERNMENT OF INDIA MINISTRY OFURBAN DEVELOPMENT

RAJYA SABHA

QUESTION NO19.11.2009

ANSWERED ON

BANK LOAN TO ANDHRA PRADESH

SHRI PENUMALLI MADHU

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Will the Minister of COALCOALEXTERNAL AFFAIRSURBAN DEVELOPMENT be pleased to state :-

(a) whether it is a fact that the World Bank has agreed to provide loan of Rs. 1,500 crores to State Government of Andhra Pradesh for A.P. Municipal Development Project;

- (b)if yes, whether agreement has been entered into between the World Bank and the State Government;
- (c) if so, the text of the agreement; and
- (d)the purpose for which financial assistance sought and got from the World Bank?

ANSWER

THE MINISTER OF URBAN DEVELOPMENT

(SHRI S. JAIPAL REDDY)

(a) to (d): A Statement is laid on the Table of the Sabha

STATEMENT REFERRED TO IN REPLY TO RAJYA SABHA STARRED QUESTION NO. 12 FOR 19.11.2009 REGARDING WORLD BANK LOAN TO ANDHRA PRADESH

(a)to(d): A loan of US\$ 300 million has been negotiated with the World Bank for Andhra Pradesh Municipal Development Project. However, the loan agreement has not been signed yet with the World Bank. The proposed financial assistance caters to urban infrastructure such as city roads, sewerage, water supply, sanitation, solid waste management and street lighting. In addition, a part of the assistance is also intended for capacity building of local bodies and state administration.