

GOVERNMENT OF INDIA
MINISTRY OF URBAN DEVELOPMENT

LOK SABHA

UNSTARRED QUESTION NO.3941

TO BE ANSWERED ON AUGUST 10, 2016

EXTERNALLY AIDED PROJECTS

No. 3941 ADV. NARENDRA KESHAV SAWAIKAR:

Will the Minister of URBAN DEVELOPMENT be pleased to state:

- (a) whether foreign aided projects are progressing as per schedule;
- (b) if so, the details thereof and if not, the reasons therefor along with the action taken / being taken by the Government in this regard;
- (c) the funding pattern of these projects;
- (d) whether external aid is likely to be provided to more projects in other parts of the country; and
- (e) if so, the details thereof?

ANSWER

THE MINISTER OF STATE IN THE MINISTRY OF URBAN DEVELOPMENT

(RAO INDERJIT SINGH)

- (a)&(b): The details of foreign aided projects under implementation in urban development sector given at Annexure – I. The reasons for delay, wherever applicable, are also included in the annexure.
- (c): Funding pattern of these projects are given at Annexure – II.
- (d)&(e): Project proposals are received from various State Governments and Central Line Ministries, who appraise and prioritize the same and recommend it to the Department of Economic Affairs for posing the projects to the concerned external agency. The above mentioned procedure is a continuous process.

Annexure-I referred to in reply to Lok Sabha Unstarred Question No.3941
for 10.08.2016 regarding Externally Aided Projects.

Details of ongoing World Bank assisted projects in Urban Sectors implemented as on 30.6.2016

(Amount in US\$ million)

Sl. No	Name of the project	Participating States / Cities	Donor	Date of Agreement/ closing	Loan amount	Disbursement Upto 30.6.2016	Reasons for delay	Action Taken
1	Andhra Pradesh and Telangana Municipal Development Project	Andhra Pradesh/ Telangana	IBRD	22.01.2010/ 15.12.2017	300	120.88	Andhra Pradesh & Telangana Urban Development Project has been delayed due to events related to bifurcation of the erstwhile state of Andhra Pradesh	The World Bank / ADB assisted projects are reviewed from time to time through a structured process. This includes periodic Implementation Support Missions conducted by the MDBs, mid-term reviews conducted half way through the projects and periodic tripartite portfolio review meetings (TPRMs) / State Reviews with the participation of the MDBs, DEA and Project Implementing Agencies. Based on the outcomes of such missions and TPRMs, specific actions plans and timelines are drawn up for timely implementation of the projects.
2	Capacity Building of Urban Development Project	Central Project	IDA	8.12.11/ 30.06.2018	45	5.24	No delay	
3	Tamil Nadu Sustainable Urban Development Project.	Tamil Nadu	IBRD	3.6.2015/ 31.3.2022	400	21.07	The Tamil Nadu Sustainable Urban Development Project and Karnataka Urban Water Modernization Project are in early phase of implementation	
4	Karnataka Urban Water Supply Modernisation Project	Karnataka (Hubli-Dharwad)	IBRD	24.5.2016/ 30.11.2022	100	0.25		
Urban Transport								
5	Sustainable Urban Transport Project	Madhya Pradesh (Indore)/ Maharashtra (Pimpri-Chinchwad)/ Chhattisgarh (Naya Raipur)/ Karnataka (Hubli-Dharwad and Mysore)	IBRD & GEF	05.02.2010/ 31/3/2018	Ln. 105.23 GEF Grant: 18.45	IBRD: 47.91 GEF: 10.29 Total: 58.20	The project implementation schedule has been restructured in November, 2015 and is schedule to conclude by 31.03.2018.	
6	Mumbai Urban Transport Project-2A	Maharashtra (Mumbai)	IBRD	23.07.10/ 31.12.2016	344	255.15		The MUTP-2A Project is expected to be closed by its scheduled closing date of 31.12.2016

JICA assisted projects

S. No	Name of the Project	Reasons for delay	Action Taken
1	Bangalore Water Supply and Sewerage Project (II-2)	At present, 20 JICA assisted ODA projects are under implementation in urban development sector. The progress of the projects is monitored on a regular basis by holding periodical review meetings at various levels. The progress of such projects is dependent on various factors such as land acquisition, rehabilitation, tendering, appointment and mobilization of Project Management Consultant (PMC), availability of fund, requisite clearances, etc. and it may vary from project to project. These factors are inter-linked to each other and delay in completion of one parameter affects the others. Since these factors make a complex and lengthy framework, hence accessing the delay in mid-way of any project is difficult. Extension for completion has been granted to the following ongoing projects	
2	Bangalore Water Supply & Sewerage Project Phase II-I		
3	Amritsar Sewerage Project		
4	Orissa Integrated Sanitation Improvement Project		
5	Amritsar Sewerage Project		

Other Projects funding by JICA / ADB

Ongoing Metro Project (Name of State & Stretch)	Original schedule of completion	Expected schedule of completion	Reasons for Delay	Major steps taken to mitigate delay
Bangalore Metro Phase-I (Karnataka, East West Corridor - Baiyappanahalli to Mysore Road Junction and North South Corridor - Nagasandra to Puttenhalli)	December, 2015 (After restructuring)	November, 2016	Delay in getting possession of land, shifting of uncharted utilities and delay in progressing tunneling operations due to difficult strata and in thickly populated area.	(i) Continuous and close monitoring of project activities. (ii) Regular meeting with Police Depts. for required traffic diversions permissions. (iii) Monitoring by High Powered Committee of respective State Government.
Chennai Metro Rail Project (Tamil Nadu, Corridor I from Washermanpet to Chennai Airport & Corridor II from Chennai Central to St. Thomas Mount.	March, 2015	December, 2016	Due to limited availability of work sites and non-performance of some contractor leading to re-tendering.	(iv) Prompt release of funds by stakeholders and advance payment to needy contractors to speed up the work.
Efficient & Sustainable City Bus Transport Service (ESCBS) through the Project Management Unit (PMU) in Chandigarh, Jaipur, Bhopal, Mira-Bhayandar	-	-	The project has become functional recently upon signing of the Project Grant Agreement on 31 st May, 2016	
NERUDP – Water Supply project in Agartala (Tripura)	-	-	Construction of 5 overhead tanks under water supply project in Agartala could not be completed by the contractor. The contract for these balance works was terminated and re-tendered.	
NERUDP – Solid Waste Management at Shillong, Meghalaya	-	-	Work for development of existing landfill site in Shillong was running very slow. The contract for the balance works was terminated and re-tendered.	

Annexure-II referred to in reply to Lok Sabha Unstarred Question
No.3941 for 10.08.2016 regarding Externally Aided Projects.

Funding Pattern

1. World Bank Assisted Projects

As a general rule, for State Sector Projects upto 70% of project cost is funded by the MDBs, and for Central sector projects, 50% of the project cost can be financed by through the MDB loan. The specific funding pattern is stipulated in the respective loan/ financing agreements.

2. JICA Projects - Normally, maximum 85% of the project cost is allowed by JICA as ODA loan.

3. Bangalore Metro Rail Project (Phase-1) – Funding Pattern

(Rs. in crores)

Sources	Govt. of India		State Govt.		Financial Institutions
Equity	1983.27	14.32%	1983.27	14.32%	
Sub debt	1089.94	7.88%	2969.05	21.45%	
Senior Debt			130.01		
PTA					
Source 1 –PTA					3689.41
JICA					873.29
Source 2 –PTA					
AFD					
Source 3 –PTA					1126.77
Grant, If any					
Others					
Total	3073.21		5082.33		5689.47
Grand Total			Rs. 13845.01 Cr		

4. Chennai Metro Rail Project – Funding Pattern

(Rs. in Crore)

SI. No.	Particulars	GOI	GoTN	Total
1.	Equity	2190 (15.00%)	2190* (15.00%)	4380.00 (30.00%)
2.	Subordinate Debt	730 (5.0%)	844** (5.78%)	1574.00 (59.22%)
3.	Senior Term Debt (JICA)	8646.00 (59.22%)	-	8646.00 (59.22%)
4.	Grand Total	11556.00 (79.22%)	3034.00 (20.78%)	14600.00 (100.0%)

*Includes the residual land cost (i.e. Rs.935-Rs.844 = Rs.91 Cr.)

**To meet the cost of Resettlement and Rehabilitation and land cost partially i.e. Rs. 844 crore out of total of Rs.935 crore)

5. Funding pattern of SUTP

Funding Agency	Project Cost of SUTP (Rs. in Crore)
Govt. of India	284.34
State Govt.	502.14
Project Implementing Agencies (Cities)	346.83
IBRD (Loan through World Bank)	629.82*
GEF (Grant through World Bank & UNDP)	135.00*
Total	1898.13

* Varies due to fluctuation in the value of US Dollar.

** GEF (Grant through World Bank)

6. Funding Pattern of ESCBS

Funding Agency	Project Cost of ESCBS (Rs. in Crore)
Govt. of India	343.90
State Govt.	179.20
Project Implementing Agencies (Cities)	99.40
IBRD (Loan through World Bank)	0.00
GEF (Grant through World Bank & UNDP)	50.60*/**
Total	673.10

* Varies due to fluctuation in the value of US Dollar.

** GEF (Grant through World Bank)

7. Funding pattern of NERUDP

ADB is providing 70% of project cost as loan to the Govt. of India and rest 30% is being borne by the GoI through budgetary support.
