

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:1578

ANSWERED ON:05.03.2010

WB LOAN TO A.P.

Ponnam Shri Prabhakar;Reddy Shri Mekapati Rajamohan;Sarvey Shri Sathyanarayana

Will the Minister of FINANCE be pleased to state:

(a) whether World Bank will provide loan of Rs. 3,720 crore to Andhra Pradesh Government for some major infrastructure projects; and

(b) if so, the details thereof and time for completion of all the projects?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE(SHRI NAMO NARAIN MEENA)

(a) Yes Sir.

(b) Agreements for loan of US\$ 770 million (Rs. 3720 crore approx) for three projects in the state of Andhra Pradesh have been signed with the World Bank on 22nd January 2010. These projects will be implemented over a period of five years. The project details are as under:

1. Andhra Pradesh Municipal Development Project: The World Bank loan amount is US\$ 300 million. The objective of the project is to improve the state urban infrastructure, services and capacity of the State Administration and Local Bodies to sustain these improvements.
2. Andhra Pradesh Rural Water Supply & Sanitation Project: The World Bank credit amount is US\$ 150 million. The objective of the project is to i) increase the number of people with access to improved (Piped) water supply services; ii) increase the number of people adopting improved hygiene and sanitation practices; and iii) improve the rural water supply operations and maintenance cost recovery and collection efficiency.
3. Andhra Pradesh Road Sector Project: The World Bank loan amount is US\$ 320 million. The objective of the project is to provide better quality, capacity and safe roads to users in a sustainable manner through enhanced institutional capacity of the Andhra Pradesh Government in the Road Sector.