

**GOVERNMENT OF INDIA
URBAN DEVELOPMENT
LOK SABHA**

UNSTARRED QUESTION NO:1392

ANSWERED ON:06.03.2013

FUNDS FOR URBAN DEVELOPMENT NO

Kumar Shri P.;Nirupam Shri Sanjay Brijkishorilal ;Venugopal Shri P.

Will the Minister of URBAN DEVELOPMENT be pleased to state:

- (a) Whether the Government has assessed the fund that is likely to be required for urban development in the coming years;
- (b) If so, the details thereof and the manner in which Government proposes to generate this fund;
- (c) Whether megacities contribute about 36 percent of GDP of their respective States;
- (d) If so, the details thereof?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF URBAN DEVELOPMENT (SMT. DEEPA DASMUNSHI)

(a) & (b): As per the High Power Expert Committee (HPEC) constituted by the Government, the projected investment for urban infrastructure over the 20-year period from 2012 to 2031 is estimated at Rs.39.2 lakh crore, at 2009-10 prices, which includes Rs.34.1 lakh crore for (a) asset creation, out of which the investment for the eight major sectors is Rs.31 lakh crore; (b) Rs.4.1 lakh crore for renewal and redevelopment including slums; and (c) Rs.1 lakh for capacity building.

The 12th Plan document has made an indicative provision of Rs.66,246 crore for the Jawaharlal Nehru National Urban Renewal Mission (JnNURM) which is a State Sector Additional Central Assistance (ACA) scheme under the Ministry. It has also suggested measure to strengthen the finances of Urban Local Bodies (ULBs) to make them predictable as well as increase in investments in the urban infrastructure through People Private Public Partnerships.

(c) & (d): The Ministry does not maintain data in this regard. However, as per para 18.2 of chapter 18 of the 12th Five Year Plan (2012-17) document of Planning Commission, the estimates by the Central Statistical organization (CSO), available for a few years, with respect to urban share of the Gross Domestic Product (GDP) indicates that this share increased from 37.7% in 1970-71 to 52% in 2004-05. The mid term appraisal of the 11th Plan projected the urban share of GDP at 62-63% in 2009-10.