

**GOVERNMENT OF INDIA  
WATER RESOURCES, RIVER DEVELOPMENT AND GANAGA REJUVENATION  
LOK SABHA**

UNSTARRED QUESTION NO:3950  
ANSWERED ON:10.08.2017  
Polavaram Project  
Reddy Shri Mekapati Rajamohan

**Will the Minister of WATER RESOURCES, RIVER DEVELOPMENT AND GANAGA REJUVENATION be pleased to state:**

- (a) the current status of Polavaram project in Andhra Pradesh;
- (b) the estimated cost of the project;
- (c) the terms of funding by NABARD; and
- (d) the agency to meet the escalation in cost of the project?

**Answer**

THE MINISTER OF STATE FOR WATER RESOURCES, RIVER DEVELOPMENT AND GANGA REJUVENATION

(Dr. SANJEEV KUMAR BALYAN)

(a) Breakup of the progress of works ending June, 2017 as reported by Project authorities/ State Government is as follows:

Dam Area

- 1. Earthwork 68%
- 2. Embankments 9 %
- 3. Concreting for Navigation tunnel, Off-Take Regulator, and spillway 6 %
- 4. Gates for connectivity works 35 %

Right Main Canal

- 5. Earthwork 100 %
- 6. Lining 81 %
- 7. Structures (By numbers) 70 %

Left Main Canal

- 8. Earthwork 87 %
- 9. Lining 62%
- 10. Structures (by Numbers) 24 %

(b) The estimated cost of the project is Rs.16,010.45 Cr at 2010-11 Price Level.

(c) NABARD is extending loan towards Central Share of irrigation component of the project to the extent of amount recommended by MoWR, GoI. The loan is extended for 15 years period with 3 years moratorium. The rate of interest charged by NABARD on this loan is based on actual cost of raising of matching resources from market plus 0.6 % as margin to NABARD.

(d) As per the Ministry of Finance Office Memorandum No. F.No.1(2)/PF-I/2014 (Pt) dtd. 30.09.2016, the Central Government will provide 100% of the remaining cost of the irrigation component only of the Polavaram Irrigation project for the period starting from 01.01.2014, to the extent of the cost of the Irrigation component on that date. Balance cost is to be borne by Govt. of A.P.

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