

CHAPTER - 28

EXTERNALLY AIDED PROJECTS

28.1 External Assistance has played a significant role in the development process as well as a tool of supplement the mobilization of additional State Resources.

28.2 Though, the share of external assistance has been around 10% of the total outlay under Annual Plan of the State, its significance lies in the fact that some of the important projects in various sectors have been funded by external assistance in wake of liberalization.

28.3 The role of external assistance has gained further significance in view of large gap in funding requirements for social and infrastructure sectors in order to under take the some key need based large size projects like- eradication of poverty, to strengthen the medical & health services, to access safe and potable drinking water, to build up new infrastructure and feeder renovation in energy sector and infrastructure development in urban sector are important.

28.4 A significant part of external assistance also needs to be channeled towards programmes for development of Weaker Sections so as to ensure the active participation of all groups in the strengthening of the economy and accessing the commensurate benefits.

28.5 Given the resource based plan funds envisaged under the XIth Five Year Plan, and prospect that most of the ongoing projects are reaching completion, the Planning department an additional to the EAPs projects initially projected under Draft XIth Five Year Plan has identified some more new EAPs worth Rs 4307 crores and posed to GoI after clearance from State Level Committee for EAPs. The token provision during Annual Plan 2008-09 has been kept.

28.6 The latest progress/status of ongoing EAPs and tentative outlay for Annual Plan 2008-09 has been given in the following table:

Table No. 28.1

Progress of Externally Aided Projects – At a Glance

(Rs. in crores)

S. No.	Name of Project/ Funding Agency	Project Cost	Progress during 2007-08 (upto November 07)			Cummulative Exp. Since Inception Nov. 07	Cummulative Reimb. (ACA) rec. Since Inception Nov. 07	Claims pending as on 17.12.07
			Outlay	Exp.	Reimb. (ACA) rec.			
A	Ongoing projects							
1	District Poverty Initiative Project WB	643.63	100.00	90.40	89.78	554.84	415.47	26.53
2	Raj. Water Sector Restructuring Project WB	734.00	207.00	48.54	49.87	481.74	357.16	3.43
3	Rajasthan Health System Dev. Project WB	472.58	154.00	46.24	40.11	160.44	113.90	11.14
4 & 5	Rajasthan Urban Infrastructure Dev. Project ADB Drinking Water Supply in Jaipur city (Transmission System) from Bisalpur Dam ADB	1775.00	350.00	214.31	97.08	1306.36	753.81	60.42
6	Rajasthan Forestry & Biodiversity Project JBIC	442.14	54.66	22.29	42.06	297.03	284.59	9.05
7	Jaipur Water Supply from Bisalpur Dam (Transfer System) Project JBIC	462.50	200.00	58.97	48.35	116.59	78.33	23.93
8	Raj. Minor Irrigation Improvement Project JBIC	612.29	20.00	0.03	0.33	0.44	0.33	0.00

S. No.	Name of Project/ Funding Agency	Project Cost	Progress during 2007-08 (upto November 07)			Cummulative Exp. Since Inception Nov. 07	Cummulative Reimb. (ACA) rec. Since Inception Nov. 07	Claims pending as on 17.12.07
			Outlay	Exp.	Reimb. (ACA) rec.			
9	Rural Water Supply Scheme Phase-I (Appni Yojna) KFW	429.65	1.50	0.69	0.93	413.69	347.59	0.00
10	Residential School for Disadvantaged Groups KFW	68.25	0.35	3.26	3.91	70.73	58.68	0.00
11	Rajasthan Public Finance Management & Procurement Capacity Building DFID	1.78	0.00					
	Others (Completed EAP) Rajasthan Power Sector Restructuring Project WB				1.92			
	Total- A	5641.82	1087.51	484.73	374.34	3401.86	2409.86	134.50
B	Pipeline Projects					Current Status		
1	Rajasthan Urban Infrastructure Dev. Project Phase-II ADB		25.00	Board of Director of ADB has approved the project. Project Loan Agreement with DEA/ADB expected January 2008				
2	District Poverty Initiative Project Phase-II WB		0.00	The proposal is with DEA				
3	Project to Improve Transition from Elementry to Secondary Education for Girls in Rajasthan WB		0.10	Proposal is with Line Ministry in GoI				

S. No.	Name of Project/ Funding Agency	Project Cost	Progress during 2007-08 (upto November 07)			Cummulative Exp. Since Inception Nov. 07	Cummulative Reimb. (ACA) rec. Since Inception Nov. 07	Claims pending as on 17.12.07
			Outlay	Exp.	Reimb. (ACA) rec.			
4	Residential School for Disadvantaged Groups Phase- II KFW		0.10	Germany has regretted to cover this sector in their priorities. PIA is exploring another suitable agency.				
5	Aapni Yojna Churu Project Phase-II KFW		60.00	Project is with DEA for examination to pose to suitable agency - JBIC/ADB				
6	Rajasthan Forestry Dev. & Biodiversity Project JBIC			Line Ministry and JBIC officials have agreed to in principle. The project yet to be sent by DEA to JBIC				
7	Feeder Renovation Programme WB		288.00	In view of urgency and time frame programme, project has been dropped to obtain financial support from WB and this project would now be funded from REC Ltd.				
	Total - B		373.20					
	Grand Total (A+B)	5641.82	1460.71	484.73	374.34	3401.86	2409.86	134.50

Table No. 28.2
**Details of Tentative Outlay and Expected ACA –
Annual Plan 2008-09**

(Rs. in crores)

S. No	Name of Project	Project Cost	XIth Plan projection	Tentative Outlay 2008- 09	Likely reimbursement (ACA)
A- Ongoing					
1	Raj. Water Sector Restructuring Project WB	734.00	207.01	100.00**	85.00
2	Raj. Health System Dev. Project WB	473.00	327.00	154.00	131.00
3	Raj. Urban Infrastructure Dev.project ADB	1775.00	406.00	350.00	208.00
	Transmission System-Jaipur Water Supply ADB				
4	Raj. Forestry & Biodiversity Project JBIC	442.00	118.00	10.00	10.00
5	Bisalpur Jaipur Water Supply Project - Transfer System JBIC	463.00	200.00	225.00	172.00
6	Raj. Minor Irrigation Improvement Project (Rehabilitation. of Irrg. Tanks) JBIC	612.00	550.00	100.00	78.00
7	Rajasthan Public Financial Management & Procurement Capacity Building DFID	1.78		1.58	1.58
Others (Completed Projects/ terminated projects)					
1	District Poverty Initiative Project WB	643.00	100.00	0.50	0.00
2	Rural Water Supply Scheme Phase-I KFW	430.00	0.00	0.10	0.10
3	Residential School for Disadvantaged Groups KFW	68.00	0.00	0.35	0.28
4	140 MW ISCC Mathania Project KFW		0.50	Project loan agreement has now been cancelled by GoI.	
	Total (A)	5641.78	1908.51	841.53	685.96
B - Pipeline/ New Projects					
1	Rajasthan Urban Infrastructure Dev. Project Phase-II ADB	1500.00	1500.00	100.00	70.00
2	Aapni Yojna Phase-II KFW	867.00	405.00	0.10	0.00

S. No	Name of Project	Project Cost	XIth Plan projection	Tentative Outlay 2008- 09	Likely reimbursement (ACA)
3	Residential School for disadvantaged groups Phase- II KFW	160.00	155.10	0.0001	0.00
4	Urban Water Supply Project - Bisalpur Phase-II JBIC	834.00	764.32	Project Dropped to seek financial support from JBIC. The project would now be funded from HUDCO/JNURM/GoR	
5	A Project to Improve Transition From Elementary to Secondary Education For Girls in Rajasthan WB	568.00	529.92	0.10	0.00
6	Feeder Renovation Programme WB	2000.00	2000.00	0.0001	0.00
7	Center for Good Governance WB	3.00		0.0001	0.00
8	Rajasthan Forestry Development & Bio-Diversity Project Phase - II JBIC	569.00		0.0001	0.00
9	Barmer Lift Canal Project Phase-II JBIC	495.00		0.0001	0.00
10	District Poverty Initiative Project Phase-II WB	825.00		0.0001	0.00
11	Improvement of Major & Medium Irrigation Project WB	400.00		0.0001	0.00
12	EHV Transmission System JBIC	1365.00		0.0001	0.00
13	An Integrated Project for Development of Women & Adolescent Girls in Rajasthan WB	150.00		0.0001	0.00
14	Multi State Rajasthan Agriculture Competitiveness Project WB	500.00		0.0001	0.00
	Total (B)	10236.00	5354.34	100.2010	70.00
	Total (A+B)	15877.78	7262.85	941.7310	755.96

* Final Project Loan Agreement with ADB/DEA is expected in January 08 & financing would be on back to back basis

** In view of period extension of the project to utilize the likely available saving of funds for awarded works with in ceiling of total project cost

STATUS OF ON-GOING PROJECTS

District Poverty Initiative Project (DPIP)

28.7 The project cost is Rs. 643.63 crores latest Rs. 570-575 crores in view appreciation in INR to US\$ of which approx. Rs. 420-430 crores is expected to reimburse from the World Bank. The project duration is from July 2000 to Dec. 2007 including two years extension period.

28.8 The project programmes have been implemented in 7 districts of Rajasthan namely Baran, Churu, Dausa, Dholpur, Jhalawar, Rajsamand, and Tonk. The project programmes are supervised by selected Non - Governmental Organizations (NGOs) through Common Interest Groups (CIGs) at village level. These sub - projects are community infrastructure, land use, social activity and income generating activity. The progress status is summarized as below.

- Total Common Interest Groups (CIGs) formed are 23065 and total Sub projects of different activities sanctioned are 20535.
- Total BPL families covered in CIGs are 247868.
- Total 96 NGOs were engaged in all 7 DPIP districts.

28.9 Against the outlay of Rs. 100.00 crores kept in 2007-08, expenditure incurred up to Nov. 07 is Rs. 90.40 crores & progressive total is Rs. 554.84 crores. Similarly, Rs 415.47 crores as reimbursement (ACA) has been received in the State A/c. Final implementation support mission of WB has rated implementation status of the project "satisfactory".

28.10 A provision of Rs. 0.50 crores is proposed in 2008-09 on staff salary for regular govt. staff to complete the file & other project records etc. for first two month of the year.

28.11 DPIP Phase II has been pose for external assistance from the WB. Concept paper of the project costing at Rs. 825 crores approved by State High Power Committee for EAPs has been forwarded to GoI. Currently project proposals is with DEA for examination/ consideration for posing to the WB.

Rajasthan Water Sector Restructuring Project- World Bank

28.12 The total project cost is Rs. 734.00 crores against which expected reimbursement is approx Rs.620.00crores from the World Bank. The project duration is April 2002 to March 2008. Two years extension is proposed. Keeping this in view, outlay for the year 2008-09 has been proposed.

28.13 Project aims at rehabilitating 91 selected irrigation projects and to hand over the distribution system to the users societies of beneficiary farmers (WUAs) for operation and maintenance. Besides, 16 dams will also be strengthened to ensure their safety.

28.14 The structures constructed under the project would be transferred to Water Users Associations (WUAs) there after, the farmers will manage them for O&M purposes.

28.15 Total 506 WUAs have been formed. Similarly, to utilize the canal water, 77 Water Distributory Committees have also been constituted under the project area.

28.16 Against an outlay of Rs. 207.00 crores during 2007-08, an expenditure of Rs. 48.54 crores have been incurred up to Nov. 07 and progressive total is Rs. 481.74 crores since inception of the project. Similarly, Rs. 357.16 crores as reimbursement (ACA) has been received. Provision of Rs. 100 crores proposed during 2008-09.

Health System Development Project, Rajasthan

28.17 The project cost is Rs. 472.58 crores, out of which approx. Rs. 400.00 crores are expected to reimburse from the World Bank. The duration of the project is from Sept. 2004 to March 2009. The Major physical components of the project are:

- Civil works that cover construction of new PHCs/hospital buildings and renovation/ up-gradation/ addition Waste management, construction of storage/ Pits etc.
- Medical equipments.
- Training and workshop cover Managerial training, Quality Improvement Training, Clinical / Technical and referral system training.
- IEC/MIS - Under IEC programme mass media and publicity and community awareness activities will be promoted.

28.18 An outlay of Rs. 154 crores during Annual Plan 2007-08, expenditure of Rs. 46.24 crores have been incurred up to Nov. 07. The progressive total is Rs 160.44 crores since inception of the project. Similarly, Rs. 113.90 crores as reimbursement (ACA) has been received so far. As MTR, the WB has rated implementation status "satisfactory". Provision of Rs. 154.00 crores is proposed during 2008-09.

Rural Water Supply Project: (Appni Yojna) Phase-I - KFW

28.19 The Project cost is Rs. 429.65 crores of which Rs. 350-355 crores is expected to reimburse from the KFW. The duration of the project is from June 1994 to December 2007 including various extensions. The major physical components and progress under this project are:

- Potable water connectivity was to be provided in total 376 villages. The water supply connectivity in 362 villages has been made.
- Two towns namely Taranagar and Sardarsahar have also been covered.

28.20 Against the outlay of Rs. 1.50 crore during 2007-08, an expenditure incurred up to Nov. 07 is Rs 0.69 crore. The cumulative progress up to Nov. 07 is Rs. 413.69 crores since inception of the project. Similarly, total Rs. 347.59 crores as reimbursement (ACA) up to Nov. 07 has been received.

28.21 Since all physical targets have been achieved hence it has now been decided by State level High Power Committee for EAPs to wind-up the project programme further and the villages who are reluctant to receive benefits of drinking water may be dropped and balance funds, if any may be surrendered.

Residential Schools for Disadvantaged Groups:

28.22 The project cost is Rs. 68.25 crores out of which Rs. 55.00 crores is expected to reimburse from the KFW. The project duration is from April 1997 to March 2008 including number of extensions KFW has granted to avail additional funds of KFW due to Euro value in INR therefore project has been projected at Rs. 78.00 crores now. The progress under the project is:

- Construction of 10 residential school buildings completed
- Academic session in all 10 schools has been started.
- The Education Department has carried out an evaluation study through SIERT (State Institute of Education Research & Training). The report has given very positive findings regarding running of educational activities and management of schools building.
- Due to INR exchange rate in Euro, saving of approx. Rs. 10 crores plus has been estimated. KFW has authorized the PIA to utilize such saving for creation of additional infrastructure/ facility in schools. Therefore, PIA accordingly worked out the work plan including up gradation of 4 boy schools from XIth to XIIth standard.

28.23 An expenditure of Rs. 3.26 crores has been incurred up to Nov. 07 during CFY. The department has proposed Rs. 6.00 crores during 2007-08 (RE). The progressive exp. total is Rs. 70.73 crores since inception of the project. Similarly, Rs. 3.91 crores as reimbursement (ACA) in 100 % grant has been received during CfY & progressive total up to Nov. 07 is Rs. 58.68 crores; Rs 0.35 crore is proposed during 2008-09.

28.24 Proposed of Phase-II posed to GoI for financial support from KFW. But, GoI has regretted in view of not coverage the priority sector of Germany to fund this sector. PIA will explore another source to fund the project.

Rajasthan Urban Infrastructure Development project (RUIDP) in Six Principal Towns Including Jaipur Water Supply Project from Bisalpur Dam (Transmission System Part) - ADB

28.25 The project cost is Rs. 1775.00 crores (revised proposed Rs. 1894 crores). The existing RUIDP project covers six major towns namely Ajmer, Jaipur, Bikaner, Kota Jodhpur and Udaipur of the State.

28.26 The major works under the project are construction of Railway over-bridges/ Fly overs, Roads, water treatment plants, Sewerage treatment plants, Drains construction, building construction works in major Hospitals and Heritage / historical sites.

28.27 Available saving of (approx Rs. 276 crores) against total sanctioned ADB funds, one additional project namely Jaipur Drinking Water Supply in Jaipur city from Bisalpur Dam (Transmission system part) is being executed. The new project is also being executed through RUIDP, hence project duration of Phase-I will be continued till March, 09. Total project cost is Rs 556 crores of transmission part of the project out of which Rs. 276 crores from ADB & 280 crores would be as GoR contribution.

28.28 Against an outlay of Rs. 350 crores during the CFY, an expenditure incurred up to Nov. 07 is Rs. 214.31 crores. The progressive total up to Nov. 07 is Rs. 1306.36 crores. Similarly Rs. 753.81 crores as reimbursement (ACA) has been received so far in the State A/c. Rs. 350 crores is proposed during Annual Plan 2008-09.

28.29 RUIDP Phase – II project with cost of Rs. 1500 crores has been approved by Board of Directors, ADB and Project loan agreement is expected in January 2008.

Rajasthan Forestry Development and Bio-Diversity Project- JBIC

28.30 This project is being funded by JBIC. The total cost of this project is Rs. 442.14 crores of which Rs. 368 crores is expected to reimburse from JBIC. The project duration is 5 years from April 2003 to March 2008 & disbursement would be made the May 2010. The Major physical components of this project are;

- Reforestation of barren hills, rehabilitation of degraded forest-I & II, fuel wood plantation, canal side plantation, block plantation, sand Dune stabilization, pasture development.
- Buildings civil works construction - Gabion structure, Percolation Tank, Silt detention structure, Water Harvesting Structures, Eco - Tourism/ heritage conservation.
- Bio-diversity Conservation - construction of Moisture Conservation Structures, Development of Eco-tourism Sites, development of Biological Parks etc.

28.31 Total Rs. 284.59 crores of JBIC funds have been availed up to Nov. 07 & remaining would be got disbursed from JBIC during 2008-09 & 2009-10 provision is kept equitant to JBIC component under Annual Plan of the department; Rs. 10.00 crores is proposed during 2008-09.

Transfer System of Bisalpur Jaipur Water Supply Project- JBIC

28.32 The Jaipur Bisalpur Water Supply Project has two main components:

1. **Transmission System:** to bring water from Bisalpur Dam to Balawala after necessary treatment. This part is being taken up with ADB assistance.
2. **Transfer System:** for conveying Bisalpur water from Balawala to various water distribution centers of Jaipur city. This part is being executed by PHED with JBIC assistance.

28.33 The total cost of the transfer system part is Rs. 462.50 crores of which Rs. 343.00 crores are expected to receive from JBIC. The project duration is from April 2005 to December 2008.

28.34 Against an outlay Rs. 200.00 crores for 2007-08, expenditure incurred up to Nov 07 is Rs. 58.97 crores. The cumulative expenditure till Nov. 07 is Rs. 116.59 crores. Rs. 78.33 crores as reimbursement (ACA) has been received so far in the State A/c. The schedule of execution of the project has been delayed by 1½ year due to finalization of project design and approved at the level JBIC; Rs. 225.00 crores is proposed during Annual Plan 2008-09

Rajasthan Minor Irrigation Improvement Project- JBIC

28.35 The Project is Rs. 612.29 crores of which Rs. 483.00 crores is expected to reimburse from the JBIC, Japan. The project duration is from April 2005 to March 2013. The Major Components of the project are:

- Rehabilitation renovation and up gradation of tanks and distribution system of minor irrigation schemes.
- Survey, investigation and design works.
- Technical and Institutional support - agriculture extension, health component.
- Formation and capacity building of WUAs.
- Consultancy services cover engineering and management consultant and monitoring and evaluation of project. Appointments of the consultants have not been made by JBIC so far.

28.36 An outlay of Rs. 20.00 crores has been kept during the year 2007-08. Due to not-placement of Engineering & Management Consultant by JBIC. The PIA have limitation in utilizing allocated funds, however, the sanction funds would be utilized fully by end of project termination. An outlay of Rs. 100.00 crores is proposed during 2008-09.