



# Tranche-at-a-Glance Report

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Project Number: 42266-026  
MFF Number: 0075  
July 2018

## India: Kolkata Environmental Improvement Investment Program (Tranche 3)

This document is being disclosed to the public in accordance with ADB's Public Communications Policy 2011.

Asian Development Bank

## TRANCHE AT A GLANCE

<b>1. Basic Data</b>		<b>Project Number:</b> 42266-026	
<b>Project Name</b>	Kolkata Environmental Improvement Investment Program-Tranche 3	<b>Department/Division</b>	SARD/SAUW
<b>Country Borrower</b>	India Government of India	<b>Executing Agency</b>	Kolkata Municipal Corporation
<b>2. Sector</b>	<b>Subsector(s)</b>	<b>ADB Financing (\$ million)</b>	
✓ Water and other urban infrastructure and services	Urban sewerage		100.00
		<b>Total</b>	<b>100.00</b>
<b>3. Strategic Agenda</b>	<b>Subcomponents</b>	<b>Climate Change Information</b>	
Inclusive economic growth (IEG)	Pillar 2: Access to economic opportunities, including jobs, made more inclusive	CO <sub>2</sub> reduction (tons per annum)	48,550
Environmentally sustainable growth (ESG)	Global and regional transboundary environmental concerns	Climate Change impact on the Project	Medium
		<b>ADB Financing</b>	
		Adaptation (\$ million)	40.00
		Mitigation (\$ million)	15.00
<b>4. Drivers of Change</b>	<b>Components</b>	<b>Gender Equity and Mainstreaming</b>	
Governance and capacity development (GCD)	Civil society participation	Effective gender mainstreaming (EGM)	✓
Knowledge solutions (KNS)	Organizational development		
Partnerships (PAR)	Public financial governance		
	Knowledge sharing activities		
	Pilot-testing innovation and learning		
Private sector development (PSD)	Civil society organizations		
	Implementation		
	Private Sector		
	Public sector goods and services essential for private sector development		
<b>5. Poverty and SDG Targeting</b>		<b>Location Impact</b>	
Geographic Targeting	No	Urban	High
Household Targeting	No		
SDG Targeting	Yes		
SDG Goals	SDG6, SDG13		
<b>6. Risk Categorization:</b>	Low		
<b>7. Safeguard Categorization</b>	Environment: B Involuntary Resettlement: B Indigenous Peoples: C		
<b>8. Financing</b>			
<b>Modality and Sources</b>		<b>Amount (\$ million)</b>	
<b>ADB</b>		<b>100.00</b>	
Sovereign MFF-Tranche (Regular Loan): Ordinary capital resources		100.00	
<b>Cofinancing</b>		<b>0.00</b>	
None		0.00	
<b>Counterpart</b>		<b>43.00</b>	
Government		43.00	
<b>Total</b>		<b>143.00</b>	
Note: An attached technical assistance will be financed on a grant basis by the Urban Climate Change Resilience Trust Fund under the Urban Financing Partnership Facility in the amount of \$2,000,000.			

## TRANCHE AT A GLANCE

Date of Receipt by ADB of PFR: 8 May 2018

Tranche Number: 3

### 9. Country Operations Business Plan

**CPS**

<https://www.adb.org/sites/default/files/institutional-document/363331/cps-ind-2018-2022.pdf>

**COBP**

<https://lnadbg1.adb.org/sec0083p.nsf/0/E20D608BAAE240E9482581B7002E607F/%24File/IN399-17.pdf>

### 10. Tranche Summary

Tranche 2 will continue expanding sewerage and drainage services in selected peripheral areas of Kolkata Municipal Corporation (KMC) to 3,000 additional households and provide sewage treatment to 100,000 households under the Kolkata Environmental Improvement Investment Program. It will support KMC to (i) enhance its operational capacity and climate change resilience of urban services, (ii) improve liveability and inclusiveness of public places, and (iii) provide planning preparatory and transaction advisory services for a comprehensive sanitation improvement in Kolkata.

**Impact:** Access to water supply and sanitation in the service areas of Kolkata Municipal Corporation improved

**Outcome:** Sanitation service quality, operational sustainability, and climate resilience in selected areas of KMC improved

**Outputs:** (i) Sewerage and drainage network extension to peripheral areas continued, and (ii) Operational capacity for urban services strengthened

**Implementation Arrangements:** Kolkata Municipal Corporation will be the executing agency.

**Project Readiness:** Project readiness is high. Project Management Unit is fully staffed. All detailed project reports have been completed and recruitment of supervision and project management consultants (under Project 2) are in advance stage. Through advance action, 29% of works contract have been awarded, 22% are under tender evaluation, 36% have been tendered, and 13% will be tendered by August 2018. Land acquisition is not required and safeguards due diligence for all subprojects was completed and accepted by ADB. Most of the environmental certificates and clearances required have been received.

### 11. Significant Developments in the MFF and Previous Tranches

On 26 September 2013, the Asian Development Bank (ADB) approved loans under a multitranche financing facility (MFF) for the Kolkata Environment Improvement Investment Program (KEIIP) for an aggregate amount not exceeding \$400 million. The availability period for the MFF is up to 31 August 2023.

Tranche 1 (Loan 3053) for \$100 million was approved on 22 October 2013 and became effective on 30 May 2014. Tranche 1 is on track. As of 4 July 2018, overall physical progress is at 70%. Cumulative contract awards and disbursement are 96% and 52%, respectively. Of the 27 loan covenants, 4 have been complied with, 22 are being complied with, and 1 is not yet due.

Tranche 2 (Loan 3413) for \$200 million was approved on 16 August 2016 and became effective on 10 June 2017. As of 4 July 2018, overall physical progress is 26%. Cumulative contract awards and disbursement are 76% and 15%, respectively. Of the 32 loan covenants, 4 have been complied with and 28 are being complied with.

### 12. Milestones

**Estimated Approval**

31 August 2018

**Estimated Completion<sup>a</sup>**

31 August 2023

### 13. Linked Documents

	Required Document	Disclosure Date
MFF	Report and Recommendation of the President	
Weblink:	<a href="http://www.adb.org/projects/documents/kolkata-environmental-improvement-investment-program-rrp">http://www.adb.org/projects/documents/kolkata-environmental-improvement-investment-program-rrp</a>	10-OCT-2013
Tranche	Draft Periodic Financing Request Report	
Weblink:	<a href="http://www.adb.org/Documents/LinkedDocs/?id=42266-026-DraftPFRR">http://www.adb.org/Documents/LinkedDocs/?id=42266-026-DraftPFRR</a>	The Final PFR Report is disclosed upon approval
(i) Environment	IEE - Initial Environment Examination	
Weblink:	<a href="https://www.adb.org/projects/documents/ind-42266-026-iee-4">https://www.adb.org/projects/documents/ind-42266-026-iee-4</a>	18-MAY-2018
	IEE - Initial Environment Examination	
	<a href="https://www.adb.org/projects/documents/ind-42266-026-iee-0">https://www.adb.org/projects/documents/ind-42266-026-iee-0</a>	18-MAY-2018
	IEE - Initial Environment Examination	
	<a href="https://www.adb.org/projects/documents/ind-42266-026-iee-1">https://www.adb.org/projects/documents/ind-42266-026-iee-1</a>	18-MAY-2018
	IEE - Initial Environment Examination	
	<a href="https://www.adb.org/projects/documents/ind-42266-026-iee-2">https://www.adb.org/projects/documents/ind-42266-026-iee-2</a>	18-MAY-2018
	IEE - Initial Environment Examination	
	<a href="https://www.adb.org/projects/documents/ind-42266-026-iee-3">https://www.adb.org/projects/documents/ind-42266-026-iee-3</a>	18-MAY-2018
	IEE - Initial Environment Examination	
	<a href="https://www.adb.org/projects/documents/ind-42266-026-iee">https://www.adb.org/projects/documents/ind-42266-026-iee</a>	18-MAY-2018
	EARF - Environmental Assessment and Review Framework	
	<a href="https://www.adb.org/projects/documents/ind-42266-026-earf">https://www.adb.org/projects/documents/ind-42266-026-earf</a>	18-MAY-2018

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	IEE - Initial Environment Examination	
	<a href="https://www.adb.org/projects/documents/ind-42266-026-iee-5">https://www.adb.org/projects/documents/ind-42266-026-iee-5</a>	18-MAY-2018

<sup>a</sup> For Tranches, this refers to the financial closing date.