

 Early Warning System

ADB-58395-001

India : Amaravati Inclusive and Sustainable Capital City Development
Program



Quick Facts

Countries	India
Specific Location	Amaravati, Andhra Pradesh
Financial Institutions	Asian Development Bank (ADB), World Bank (WB)
Bank Risk Rating	A
Voting Date	2024-12-11
Borrower	Government of India
Sectors	Infrastructure
Potential Rights Impacts	Housing & Property
Investment Type(s)	Advisory Services, Grant, Loan
Investment Amount (USD)	\$ 788.80 million
Loan Amount (USD)	\$ 788.80 million
Grant Amount (USD)	\$ 1.50 million
Project Cost (USD)	\$ 1,800.00 million



Project Description

According to ADB, this is an urgent attention-required project as it is a capital city and they aim to make it a replicable model city for the rest of the country and other developing member countries. The program aims to support the development of Amaravati as growth hub for the capital region to boost economic prospects and improve the living conditions of the state's residents. ADB claims investments are needed for developing trunk infrastructure, public buildings, and affordable housing, and to prepare land for returning to those who contributed to the Land Pooling Schemes (LPS).

ADB, in partnership with the World Bank, will support bridging financial gaps for the timely delivery of the infrastructure assets and services. In addition, ADB and the World Bank will provide global expertise and technical support to help the Government of Andhra Pradesh establish the foundations for the capital city in diverse areas such as urban planning and regulations, municipal governance and finance, infrastructure design and delivery, climate resilience, gender and social inclusion, and cluster development and job creation.

The Technical Assistance (TA) grant will support the program implementation by (i) strengthening the institutional capacity of the implementing agencies and new entities like Amaravati city government, water utility, unified metropolitan transportation authority, etc. to promote inclusive, green, and economic planning, and sustainable urban services delivery; (ii) reviewing, strengthening, and updating the flood management plan considering the high vulnerability of Amaravati to the risks of floods aggravated by climate change impacts and supporting the GOAP in implementing and monitoring the revised flood management plan; (iii) conducting a climate risk assessment to inform the preparation and implementation of a city climate change action plan; (iv) mainstreaming sustainable, and gender-responsive approaches into the infrastructure development; (v) strengthening the capacity to apply digital technology solutions for urban planning, resources management, service delivery, and data-informed decisions; and (vi) strengthening institutional capacity and governance to attract private sector investments, including PPPs. The TA will also support city-to-city partnerships.



Investment Description

- Asian Development Bank (ADB)
- World Bank (WB)

Phase I of Amaravati development will be implemented over a period of 5 years (2024–2029) with an estimated investment of \$3.64 billion.² The proposed results-based lending (RBL) program is carved out of the government program costing \$1.774 billion, of which the Asian Development Bank (ADB) financing is ₹121.972 billion (\$788.80 million equivalent). The World Bank will provide an equal amount of loan denominated in yen in parallel financing (not ADB-administered).

The TA financing amount is \$1.5 million, which will be financed on a grant basis by ADB's Technical Assistance Special Fund (TASF-other sources).



Contact Information

Responsible ADB Officer: Joshi, Sanjay Divakar

Responsible ADB Department: Sectors Group

Responsible ADB Division: Water and Urban Development Sector Office (SG-WUD)

Executing Agencies: Andhra Pradesh Capital Region Development Authority

ACCESS TO INFORMATION

You can submit an information request for project information at: <https://www.adb.org/forms/request-information-form>

ADB has a two-stage appeals process for requesters who believe that ADB has denied their request for information in violation of its Access to Information Policy. You can learn more about filing an appeal at: <https://www.adb.org/site/disclosure/appeals>

ACCOUNTABILITY MECHANISM OF ADB

The Accountability Mechanism is an independent complaint mechanism and fact-finding body for people who believe they are likely to be, or have been, adversely affected by an Asian Development Bank-financed project. If you submit a complaint to the Accountability Mechanism, they may investigate to assess whether the Asian Development Bank is following its own policies and procedures for preventing harm to people or the environment. You can learn more about the Accountability Mechanism and how to file a complaint at: <http://www.adb.org/site/accountability-mechanism/main>.



Bank Documents

- [Amaravati Inclusive and Sustainable Capital City Development Program: Program Implementation Document](#) [Original Source]
- [Amaravati Inclusive and Sustainable Capital City Development Program: Report and Recommendation of the](#) [Original Source]
- [India: Creating Green, Inclusive, Sustainable, and Resilient Amaravati Capital City](#) [Original Source]



Other Related Projects

- AIIB-000019 India: Amaravati Sustainable Capital City Development Project
- WB-P159808 Amaravati Sustainable Capital City Development Project
- WB-P507508 Amaravati Integrated Urban Development Program