

# LOOSENING THE PURSESTRINGS

The Narendra Modi government plans to pump around ₹12.61 lakh crore into the economy over seven years. Understanding where this money will be spent provides an insight into the government's thinking and priorities. An analysis by *Business Standard* shows that the infrastructure sector will get the second-biggest chunk of this investment. In the second of a five-part series (*Part I: Powering India*) on the sector-wise break-up of the investment plan, *Business Standard* takes a look at the infra push

## ADDRESSING INFRASTRUCTURE: ₹ 1.81 LAKH CRORE \*



### METRO PROJECTS<sup>1</sup>

#### PROJECT: Nagpur Metro Rail Project

OBJECTIVE: Cover a length of 38 km around two corridors

BUDGET: ₹8,680 crore<sup>2</sup> total project cost

#### PROJECT: Ahmedabad Metro Rail Project (Phase 1)

OBJECTIVE: Covers 37.7 km

BUDGET: ₹10,773 crore<sup>3</sup> total project cost



### URBAN DEVELOPMENT

#### PROJECT: Smart Cities Mission

OBJECTIVE: To develop 100 urban hubs as smart cities

TARGET: 2019

BUDGET: ₹48,000 crore in the next 4 years

#### PROJECT: Housing for All

OBJECTIVE: Slum rehabilitation, promotion of affordable housing, and subsidy for house construction or improvement are the three objectives

TARGET: To be implemented in three phases from 2015 to 2022

#### BUDGET:

SLUM REHABILITATION: ₹1 lakh a house

AFFORDABLE HOUSING: ₹1.5 lakh a house for the economically weaker section

#### PROJECT: Atal Mission for Rejuvenation and Urban Transformation

OBJECTIVE: Improve infrastructure in 500 cities and develop these as smart cities

TARGET: 2019

BUDGET: ₹50,000 crore over the next 4 years

#### PROJECT: Swachh Bharat Mission

OBJECTIVE: Construct toilets in households, for communities & build public toilets, implement solid-waste management and improve public awareness

TARGET: 2019

BUDGET: ₹63,500 crore over the next 5 years<sup>4</sup>

\* Excludes spending on Housing for All, as total spending on the programme was not immediately available

<sup>1</sup> In the supplementary demand of grants presented to Parliament, additional ₹1,000 crore was sought for Metro projects

<sup>2</sup> The central government will contribute ₹1,555 crore in the form of equity and subordinate debt

<sup>3</sup> The central government will contribute ₹1,990 crore in the form of equity and subordinate debt

<sup>4</sup> The funding structure for the central government and the state government is 75%:25%. The gap in funding will also be met by beneficiary contributions, private funding, funds with private companies under corporate social responsibility schemes and the Swachh Bharat Kosh of the ministry of finance

Note: Some of the money in the above mentioned programmes might have already been spent, as a few of these schemes are being implemented