Government of India Ministry of Planning NITI Aayog

Subject: Approval to provide Rs. 313.96 crore as counterpart funding for Asian Development Bank-II loan under EAP project of JKUSDIP under PMRP in order to complete the ongoing projects under PMRP-2004 from Demand No.32 of Union Budget.

Government of India is committed to assist the States to meet the "spill over liabilities" of their area specific schemes and projects for which budget provision has not been made after the implementation of Fourteenth Finance Commission recommendations and also to provide for need-based assistance to the states on account of varying socioeconomic-geographical factors. To honour this commitment, an amount of Rs. 313.96 crore from Demand No.32 of Union Budget 2016-17 has been approved as Special Assistance to Jammu & Kashmir as counterpart funding for Asian Development Bank-II loan under EAP project of J&K Urban Sector Development Investment Programme (JKUSDIP) under Prime Minister's Reconstruction Plan (PMRP) in order to complete the ongoing projects under PMRP-2004. This provision is intended to improve the delivery of basic services in the state of Jammu & Kashmir to help sustain economic growth in the region. The project will expand water supply, sanitation, waste management, urban transport and other municipal services. It will also improve the capacity of participating institutions to manage sector reforms and deliver better services.