



AP REORGANIZATION ACT 2014

Capital construction:

Hyderabad will remain as the common capital under the Governor's supervision for not more than ten years.

Union Ministry of Finance on 30 March 2015 allocated 1500 crore Rupees to Andhra Pradesh (AP) for the construction of necessary infrastructure in the new capital.

Out of the 1500 crore rupees sanctioned 1000 crore rupees are meant for essential amenities and 500 crore rupees for administrative Buildings.

The Special Financial Support (SFS) is in tune with the section **94(3) of the Andhra Pradesh Reorganization Act, 2014** which mandates the Union Government to extend financial support to Andhra Pradesh to construct essential infrastructure including Raj Bhawan, High Court, Government Secretariat, Legislative Assembly and Legislative Council.

The AP Reorganisation Act, 2014 mandates Hyderabad as a common capital for Telangana and Andhra Pradesh for a period of ten years.

The new capital of AP is proposed to be constructed in the Vijayawada-Guntur-Tenali-Mangalagiri (VGMT) area on the banks of Krishna river and is named as **Amaravathi**.

AP demanded 11 lakh crore for new capital, Central government assured nearly 80,000 crores.

Polavaram:

100 crore in Union Budget 2015-16, an additional 250 crore to AP to set up SPV for the implementation of Multi-Purpose Irrigation Project.

The decision is in tune with Section 90 of AP Reorganisation Act, 2014, that declare Polavaram Project as national project.

The Polavaram project provides irrigation to 4.36 lakh hectares, water supply to towns and villages en route, and generates hydel power with an installed capacity of 960 MW.

The project is being constructed on the river Godavari in the West Godavari district of Andhra Pradesh. Under this project few areas of neighbouring Chhattisgarh and Odisha states are also submerged.

- The development package was provided for the development of backward areas and Rayalaseema and North Coastal region of the State. Under Sections 46 (2) and 46(3) of the Andhra Pradesh Reorganisation Act, 2014, Union government is committed to provide the development package.

Out of the total 850 crore rupees, 350 crore rupees will be provided for the development activities in seven backward districts of the State and 500 crore rupees will be provided as an ad hoc support for bridging the resource gap that might have arisen in the Union Budget 2014-15.

- The Governor shall have special responsibility to the security of life, liberty and property of all those who reside in the common capital of Hyderabad. The Governor's responsibility shall extend to matters such as law and order, internal security and safety of all vital installations in the discharge of these functions. This transitory provision shall cease to be have effect after a period not exceeding 10 years.
