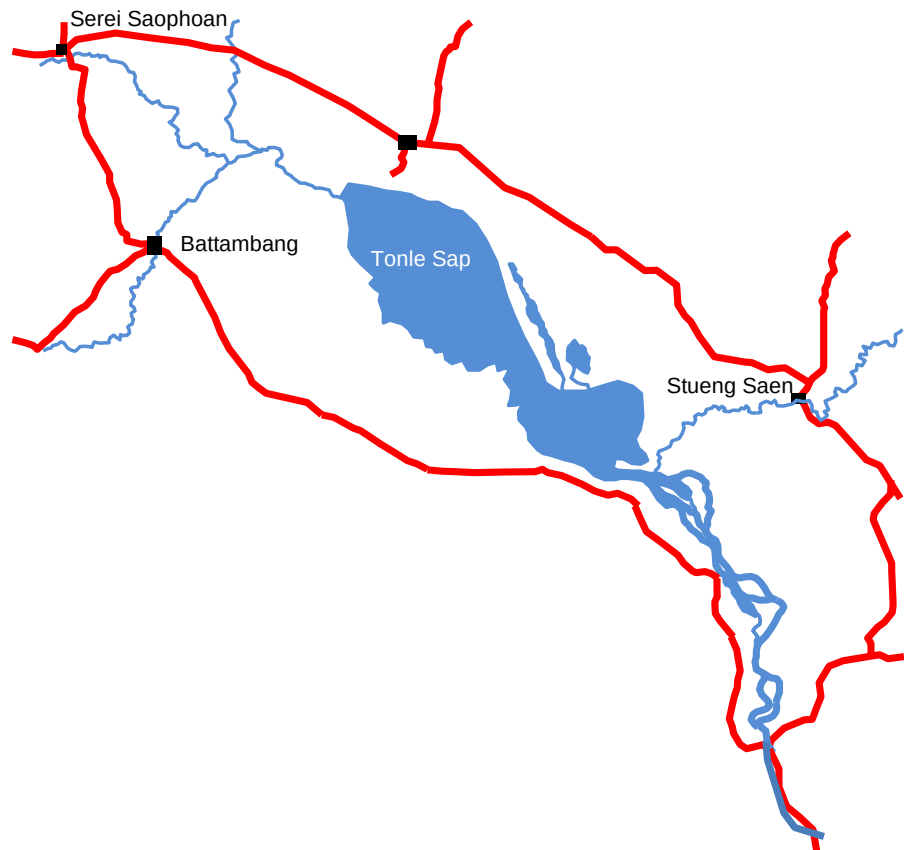




Ministry of Public Works and Transport
The Kingdom of Cambodia

**Second Urban Environmental
Management in the Tonle Sap Basin
Project**
ADB L3684/G0591 CAM



Quarterly Report
Quarter 2, 2020
April to June



Document Control Sheet

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Abbreviations

ADB	Asian Development Bank
CBO	Community-Based Organization
CPP	Community Procurement Procedures
CPS	Country Partnership Strategy
CSO	Civil Society Organizations
DC	Development Committee
DRM	Disaster Risk Management
EA	Executing Agency
EMP	Environmental Management Plan
FGD	Focus Group Discussion
GAP	Gender Action Plan
IA	Implementing Agency
IEE	Initial Environmental Examination
IP(s)	Indigenous People(S)
NCB	National Competitive Bidding
PIU	Project Implementation Unit
PMC	Project Management Consultant Team
PMU	Project Management Unit
ROW	Right of Way
SWM	Solid Waste Management
TA	Technical Assistance
TNA	Training Needs Assessment
TOR	Terms of Reference
USD	United States Dollar

1 Introduction and Basic Data

1.1 Introduction

- 1 The Government of The Royal Government of Cambodia has obtained a loan and grant from the Asian Development Bank (ADB) towards the cost of the Second Integrated Urban Environmental Management in the Tonle Sap Basin Project (hereinafter referred to as TS2). The location of the project towns is shown in Figure 1.1.
- 2 This is the Quarterly Report for Quarter 2, 2020 (April 1 to June 30).

Figure 1.1 Location of Project Towns



1.2 Basic Data

- 3 The key data for the project are shown in Table 1.1 below.

Table 1.1 Basic Data – TS2

ADB Project number:	Loan 3684, Grant G0591
Project Title:	Second Integrated Urban Environmental Management in the Tonle Sap Basin Project
Borrower/Beneficiary:	Kingdom of Cambodia
Executing Agency:	Ministry of Public Works and Transport
Implementing Agency:	Provincial Governments of Battambang, Serei Saophoan, Stueng Saen
Date of Effectiveness:	
Closing Date:	December 2023
Date of Last ADB Mission:	6 November 2019

1.3 Cost Estimates and Financing Plans

1.3.1 TS2 Cost Estimates and Financing Plan

- 4 The total cost of the project is estimated at US\$97.7m including contingencies. The breakdown of cost estimates is given in Table 1.2.

Table 1.2 TS2 Summary Cost Estimates by Output (\$ million)

Item	Amount
A. Base Cost	
1. Urban environmental infrastructure improved	78.00
2. Institutional effectiveness improved	6.12
3. Policy and planning environment improved	1.10
Sub-Total (A)	85.22
B. Contingencies	10.02
C. Financial Charges During Implementation	2.46
Total (A+B+C)	97.70

Source: Asian Development Bank estimates.

- 5 The summary of the financing plan for TS2 is shown in Table 1.3.

Table 1.3 TS2 Financing Plan

Source	Amount (\$ million)	Share of Total (%)
Asian Development Bank		
Ordinary capital resources (concessional loan)	87.73	89.8
Special Funds resources (ADF grant)	1.27	1.3
Government	8.70	8.9
Total	97.70	100.0

Source: Asian Development Bank estimates.

2 Utilisation of Funds

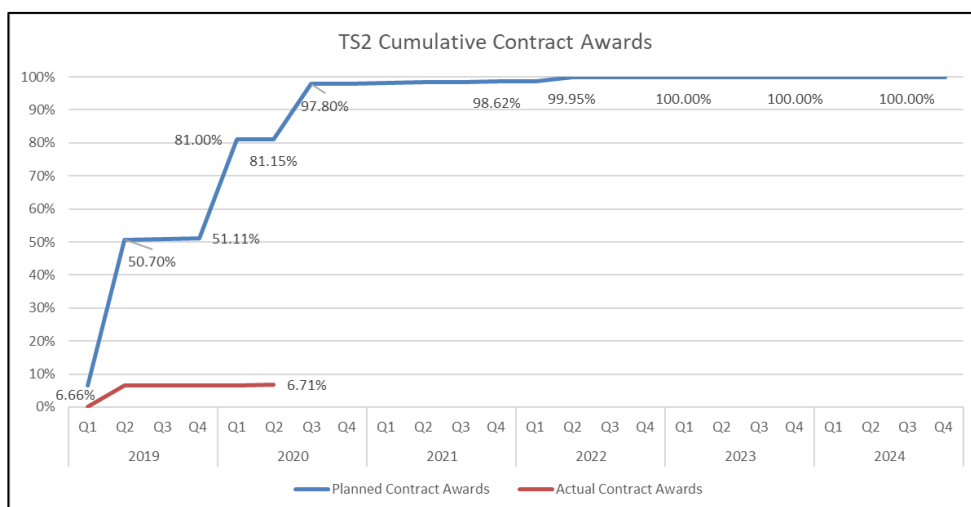
2.1 Cumulative Contract Awards

- 6 The cumulative contract awards of consulting services and goods/works are shown in Table 2.1. Thus far the only contract award is for the implementation consultants. No goods or works contracts have been awarded as of Q2 2020. The percentage contract awards compared to the original planned awards are shown in Figure 2.1.

Table 2.1 TS2 Cumulative Contract Awards

Description	Date of Contract Agreement	Total Cost (\$million)	Cumulative Contract Awards			
			ADB Loan	ADF Grant	Government Counterpart	Total Cumulative Amount
Goods/Works		86.54				
CW01 Wastewater & drainage in Stueng Saen and Battambang						
CW02 Wastewater & drainage in Serei Saophoan						
CW03 Solid waste in Stueng Saen, Serei Saophoan & Battambang						
G01 Landfill equipment						
G02 Vehicles						
G03 Office equipment						
Subtotal						
Consulting Services						
CS01 Project Management Consultants	26.6.19	5.76	5.76		0.04	5.80
CS02 Social development & gender consultant						
Subtotal		5.76	5.76		0.04	5.80

Figure 2.1 TS2 Cumulative Contract Awards



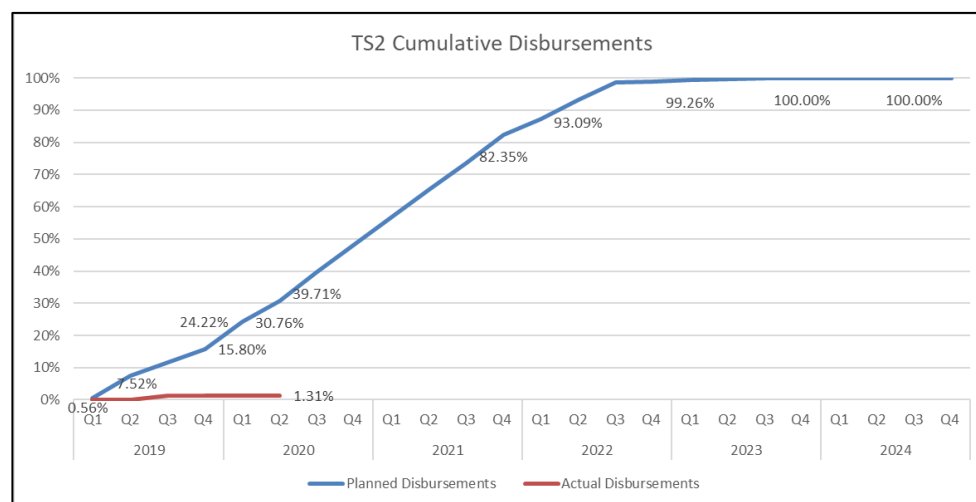
2.2 Disbursement Status

- 7 Disbursements to date have all been for the implementation consultants. The status of disbursements is shown in Table 2.2. The percentage of disbursements compared to the original planned disbursements are shown in Figure 2.2.

Table 2.2 Status of Disbursements – TS2

Description	Total Cost (\$million)	Cumulative Disbursements			
		ADB Loan	ADF Grant	Government Counterpart	Total Cumulative Amount
Goods/Works	89.00				
CW01 Wastewater & drainage in Stueng Saen and Battambang					
CW02 Wastewater & drainage in Serei Saophoan					
CW03 Solid waste in Stueng Saen, Serei Saophoan & Battambang					
G01 Landfill equipment					
G02 Vehicles					
G03 Office equipment					
Subtotal					
Consulting Services					
CS01 Project Management Consultants	1.17	1.13		0.04	1.17
CS02 Social development & gender consultant					
Subtotal	1.17	1.13		0.04	1.17

Figure 2.2 TS2 Cumulative Disbursements

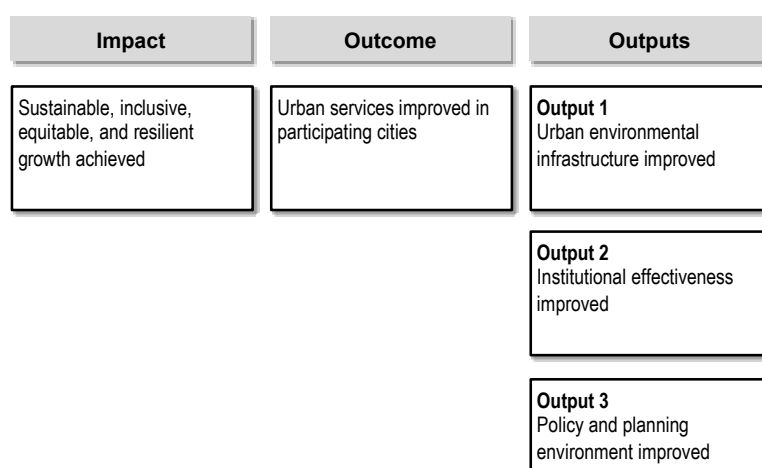


3 Project Scope and Purpose

3.1 Project Impact, Outcome and Outputs

- 8 The TS2 project will improve urban environmental services in Battambang, Serei Saophoan and Stung Saen, three of Cambodia's provincial cities located around the Tonle Sap lake. The project will also improve institutional effectiveness to provide sustainable services and support an improved policy and planning environment for wastewater and solid waste management.
- 9 The Design and Monitoring Framework (DMF) is included in Annex A. The key elements of the DMF are summarised in Figure 3.1 below.
- 10 Currently no major changes to the Project scope or arrangements are envisaged and the Project should meet its original purpose.

Figure 3.1 TS2 Impact, Outcome and Outputs



3.2 Sub-Projects

- 11 The sub-projects as proposed in the RRP are summarised in Table 3.1. Review and verification of the scope of each of the sub-projects is ongoing at the time of this Quarterly Report.

12

Table 3.1 Proposed Civil Works Sub-Projects

Town	Sub-Projects	Scope of Sub-Projects
Battambang	Wastewater	▪ 8,500 m ³ /day WWTP, 109km sewers
	Solid waste management	▪ 350,000m ³ landfill*
Serei Saophoan	Wastewater & Drainage	▪ 3,500 m ³ /day WWTP, 110km sewers, 7km drains
	Solid waste management	▪ 290,000m ³ landfill*
Stueng Saen	Wastewater	▪ 3,500 m ³ /day WWTP, 54km sewers, 57km drains
	Solid waste management	▪ 130,000m ³ landfill*

Source: PPTA reports

Note: The required sizes of the landfills is under review by PMC team

3.3 Safeguards

- 13 The overall status of social and environmental safeguards is summarised in Tables 3.3 and 3.4. The position regarding resettlement data/documentation and the next steps are shown in Table 3.2.
- 14 Initial Environmental Examinations (IEEs) were prepared for all the subprojects during the PPTA activities. PMC tasks regarding IEE and EMPs as per TOR are the following:
- Update/redraft IEEs based on the detailed engineering design and domestic IEIAs/EIAs
 - Conduct additional analysis and data collection to ensure the final IEEs comply with ADB Safeguards Policy (SPS, 2009);
 - Prepare contract specific EMPs and assist MPWT/PMU to agree with design-build contractors and/or attach to bidding documents or potential contractors
- 15 It has been unofficially agreed with the General Department of Resettlement (GDR) that PMC will support GDR in the preparation, processing and review of the resettlement documents, including definition of corridor of impact (COI) and its demarcation in the field, as well as support DMS data collection process in the field by joining the consultation meetings, data quality control and analysis. The exact role of PMC is to be formalized in due course with GDR and PMU. Waste pickers in Serei Saophoan and Stueng Saen are to be included in the income restoration program (IRP) in the detailed resettlement plan (DRP) of the Serei Saophoan and Stueng Saen WWTPs respectively to speed up the safeguard documentation approval and subsequent procurement process. In Battambang existing landfill is not to be closed by the Project, hence waste pickers with indirect impact from the Project will be included under EMP for compensation and IRP.

Table 3.2 Resettlement Documentation and Next Steps

Town	Sub-Projects	Pending data / documentation	Next steps in following quarter
Battambang	Wastewater	▪ WWTP access road and site DMS/SES/RCS	▪ Add access road and WWTP site AHs to final DRP and submit to GDR/ADB.
	Solid waste management	▪ SES with waste pickers and HHS located near to site ▪ Ownership of site and access road ROW	▪ Complete SES and consultations ▪ Include HHS and waste pickers under EMP ▪ Complete DDR
Serei Saophoan	Wastewater & Drainage	▪ Relocation site ▪ Demarcation of COI ▪ Consultations and DMS/SES/RCS	▪ Confirm network design and relocation options ▪ Start demarcation, followed by DMS ▪ Prepare draft DRP
	Solid waste management	▪ Consultations and SES with waste pickers	▪ Complete SES and consultations ▪ Complete DDR
Stueng Saen	Wastewater	▪ Contract award	▪ Disclosure of DRP ▪ Preparation of temporary impact agreements ▪ Preparation of temporary market area ▪ Ensure GRM is operational and forms ready ▪ Training on Environment and Social Safeguards of contractor, PIU, and Relevant Stakeholders
	Solid waste management	▪ Outline design and access road	▪ Complete DDR

3.4 Gender Action Plan

- 16 The TS2 Project is classified as Effective Gender Mainstreaming (EGM) and the Gender Action Plan monitoring table is shown in Annex E. Identified gender issues include insufficient solid waste collection services, limited sanitation and sewerage systems resulting in poor environmental sanitation, decrease in local business and income during flooding, limited participation in decision-making and representation in the water and sanitation sector of female staff; and limited opportunities to strengthen and expand job opportunities for women

Table 3.3 Status of IEIA Preparation

Municipality	Sub-project	Preparing draft ToR and submit to MoE for review	Discussion meeting with MoE and revise the ToR	Approval from MoE for conducting field survey on Physical, Natural and Social Resources	Preparing draft IEIA report	Submit the draft IEIA to MPWT for comments	Revised the first draft IEIA and submit to MoE	MoE conducting field visit	Discussion meeting on the draft	Revised 1st draft base on comments from MoE	Submission 2nd draft for Inter-Ministry meeting	Inter-Ministry meeting on 2nd draft	Prepare final draft based on comments from Inter-Ministry meeting	Minutes preparation for approval report	Document preparation for issuing license
Battambang	Wastewater		Aug 19	Oct 19	Nov 19	Nov 19	Nov 19	Nov 19	Dec 19	Jan 20	Jan 20	Feb 20	Mar 20		
	Landfill	April 20	June 20	July 20	July 20	July 31									
Serei Saophoan	Wastewater	April 20	June 20	July 20	July 20	July 31									
	Landfill	April 20	June 20	July 20	July 20	July 31									
Stueng Saen	Wastewater		Aug 19	Oct 19	Nov 19	Nov 19	Nov 19	Nov 19	Dec 19	Jan 20	Jan 20	Feb 20	Mar 20		
	Landfill	April 20	June 20	July 20	July 20	July 31									

Table 3.4 Status of Resettlement Safeguards

TS-2	Subproject / IR category	Site Agreed	Land ownership	MOE approval	Cadastre data	Demarcation	Consultations / PIB	Land screening report	Land acquired (ha)	DED submitted to GDR	Consultation	DMS/SES & RCS	DRP / DDR	Comments
Battambang	Landfill / C	Yes	Being verified	Yes (13.2.2020)	Requested		PIB submitted	Submitted	21 ha	DED on-going	Apr-Jun.20	n/a	DDR Aug.20	Near-by houses identified, waste pickers initially consulted. Waste pickers and near-by houses to be included in EMP.
	WWTP / B	Yes	Private	n/a	Yes	On-going	16.2.2018 / updated PIB submitted	n/a	10 ha	Yes, including updated COI. PMC support PMU/GDR in demarcation	Apr-May.20	Apr-Jun.20	DRP Jun.20	DRP and comments to it submitted in Jun. Waiting for ADB and IRC approval. Implementation plan, agreement and site preparation for vendor relocation needed once contract award issued
Serei Saophoan	Landfill / C	Yes	Private	Yes	Requested	On-going	PIB submitted	Submitted	10 ha	DED completed and submitted to PMU	Jul.20	n/a	DDR Jul.20	Landfill to be demonstration site. Possible enlargement for site discussed. Consultation and IRP needed for waste pickers
	WWTP / B	Yes	Private	Yes	Requested ROW needed	WWTP site only	PIB submitted	Submitted	24 ha	DED being finalized	Jul.20	Jul-Aug.20	DRP Sep.20	WWTP site enlarged to 24.19 ha. Consultation with village chiefs needed (environmental impact). ROW data for network COI urgently needed for network and access road
Stung Saen	Landfill / C	Yes	Private	Requested	Yes	Yes	PIB submitted	Submitted	20 ha	DED on-going	Mar.20	Mar.20	DDR Aug.20	Waste pickers included in WWTP DRP. Near-by houses to be included in EMP for mitigation.
	WWTP / B	Yes	State 6.9 ha/Private 10 ha	n/a	Yes	Yes	12.2.2018 / Updated PIB submitted	Yes (14.3.2019)	10 ha	Yes, including updated COI	11-12/2019 2-3/2020	Aug-Feb.20 / Mar.20	DRP submitted Mar.20	ADB and IRC approval in Jun. Implementation plan, agreement and site preparation for vendor relocation needed once contract award issued

4 Implementation Progress

4.1 Project Organisation and Management

- 17 The contract for PMC (Contract No. PMU/MPWT/TS-2&CTP-4/CS01) was signed on 26 June 2019 between the Ministry of Public Works and Transport (MPWT) (The Client) and Ramboll Danmark A/S in Joint Venture with Oriental Consultant Global Co., Ltd. and SCE in association with Tancons (Cambodia) Co., Ltd (The Consultant).
- 18 The PMC was mobilized on 15 July 2019. The kick-off meeting took place at MPWT in Phnom Penh on 17th of July 2019 attended by key stakeholders which addressed the overall planning of the project describing the key issues including subproject land status, priorities, future plans and understanding risks in order to develop a clear strategy and work plan.
- 19 The Ministry of Public Works and Transport (MPWT) is the Project's executing agency (EA) and will manage the implementation of the Project's outputs through a Project Management Unit (PMU) based in MPWT's main office in Phnom Penh.
- 20 Project Implementation Units (PIUs) have been established in each of the Project towns. These are embedded within the provincial Departments of Public Works and Transport (DPWT) for the different provinces.
- 21 As the available office space available in MPWT is insufficient to accommodate the large team, the PMC have rented an office space on the corner of Street 51 and Street 228. This will be the Project Office for at least one year.

4.1.1 Contract Variations

- 22 One contract variation request was submitted this quarter. The history and approval dates of contract variations are shown in Table 4.1.

Table 4.1 Contract Variations, Current and Previous Quarters

Period	Variation No.	Key Dates:		No Objection from ADB	Main Items in Variation
		Submitted	Approved by MPWT		
Previous Quarters	1	*	22 Oct 2019	18 Oct 2019	Replacement International TL and National DTL
	2		Feb 2020	March 2020	Change of scope – separate sewers, not combined and traditional procurement not D&B in CTD4, removal of procurement tasks from PMC, change in scope of urban and provincial plan preparation
This Quarter	3	29 June 2020			Change in payment schedule for urban and provincial planning Agreement for PMU to pay sub-contractors for preparation of IEIAs

* Initially submitted as a request by letter

4.2 Progress Monitoring

- 23 A Project Performance Monitoring System (PPMS) is being used to record the progress of the project. A PPMS Report was submitted to ADB in June, and the proposed weightings were revised following the receipt of comments. Summaries of progress by sub-project are shown in Annex C.
- 24 The current status of all project activities is summarised in Table 4.2.

Table 4.2 Status of Sub-project and other Project Activities

1. CIVIL WORKS AND EQUIPMENT

Contract No.	Town	Site Approval	Topo Survey	Geo Survey	Safeguards	DED Status	Action Required	Action By
TS2								
CW01 Lot 1 Wastewater & Drainage WWTP, sewers, drains	Stueng Saen	▪ Yes ▪	▪ By PPTA	▪ By PPTA	▪ IEIA being processed by MOE for final approval ▪ Updated IEE & EMP submitted 15 May	▪ Contractor's bid validity extended to July 13, 2020 by 3 of 8 bidders	▪	▪
CW01 Lot 2 Wastewater WWTP, sewers	Battambang	▪ Yes	▪ By PPTA	▪ By PPTA	▪ IEIA being processed by MOE for final approval ▪ Updated IEE & EMP submitted 15 May	▪ Contractor's bid validity extended to July 13, 2020 by 3 of 8 bidders ▪ Presented to Provincial Governor	▪	▪ PMC
CW02 Wastewater & Drainage WWTP, sewers, drains	Serei Saophoan	▪ MOE 11.2.20	▪ Yes	▪ Yes	▪ Screening report submitted 1 st June	▪ COI finalised ▪ Specification and BoQ updated to follow MWPT standard specification where relevant. ▪ DED Drawings revised according to comments. ▪ Many impacts near railway line. Request for passing drainage line through Pagoda land to be submitted. ▪ IEE and EMP ready for submission	▪ Supporting documents for contract to be assembled ▪	▪ PMC ▪ PMC
CW03 Lot 1 Landfill	Stueng Saen	▪ Not yet	▪ Yes	▪ Done	▪ Screening report submitted 1 st June	▪ Proposed landfill capacity for 10 yrs usage. Budget increase necessary. ▪ PPTA Review and Scoping presented at PMU 13 May ▪ PMU instructed PMC to proceed with design ▪ Possible issue with stream to NE of site	▪ MOE approval needed	▪ PMU

Contract No.	Town	Site Approval	Topo Survey	Geo Survey	Safeguards	DED Status	Action Required	Action By
CW03 Lot 2 Landfill	Battambang	▪ MOE 13.2.20	▪ Draft Topo survey finalized	▪ Not yet	▪ Land screening submitted 1 st June 2020	▪ PPTA Review and Scoping presented at PMU 13. May ▪ TS2 landfills to be prioritised for contracting in 2020 if possible ▪ Proposed landfill capacity for 10 years usage. Budget increase necessary ▪ Issue over use of existing site MRF and composting	▪ Check land acquisition status?	▪ PMC
CW03 Lot 3 Landfill	Serei Saophoan	▪ 14.10.19	▪ Yes	▪ Yes	▪ Land screening submitted 5 th Feb 2020	▪ Additional land not readily available so design proceeding without it. ▪ Proposed landfill capacity for 10 years usage. Budget increase necessary ▪ PPTA Review and Scoping presented at PMU 13 May ▪	▪	▪ PMC
G01 Landfill equipment	Battambang Serei Saophoan Stueng Saen		▪	▪	▪	▪ No action to date	▪ PMC to check whether writing specification for type and numbers of equipment is within their scope	▪ PMC

2. PROVINCIAL PLANS AND LAND USE MASTER PLANS

Output/Activity	Location/Coverage	Status	Action Required	Action By
TS2				
2.1 Provincial spatial plan	Banteay Meanchey	▪ Data collection ongoing ▪ Base maps under preparation	▪	▪
2.2 LUMP	Serei Saophoan	▪ Data collection ongoing ▪ Base maps under preparation	▪	▪

Output/Activity	Location/Coverage	Status	Action Required	Action By
2.3 LUMP	Stueng Saen	- Data collection ongoing - Base maps under preparation		

3. OTHER ACTIVITIES

Item	Status	Action Required	Action By
3.1 IEC	No action to date	- TOR for NGO - Recruit NGO	
3.2 Capacity Building	- Training needs assessment done - First training planned in August		PMU

4. OTHER ITEMS

Item	Status	Action Required	Action By
4.1 ADB Mission	ADB Mission postponed until further notice		
4.2 Project Management	- Int'l Project Advisor for PMU Mr. Greesh mobilized. Currently working out of Home country - awaiting Covid-19 restrictions to be lifted. - Several PMC international experts stuck in home countries - National Safeguard Specialists recruited by PMU		PMU

4.3 Implementation Activities

4.3.1 Consultant Team

25 The PMC team members mobilised during the quarter are shown in Table 4.3.

Table 4.3 International and National Consultants Active During the Quarter

Position	Name
International	
Team Leader	Richard Mabbitt
Deputy Team Leader	Lars Orio
Wastewater / Civil Engineer 2	James MacPherson
Social Safeguards and Resettlement Specialist	Teemu Jantunen
Urban Development Specialist	Howard Trett
Urban and Regional Planner	Hisako Kobayashi
Development Economist	Richard Corsel
Urban and Regional Economist	Manabu Fujikawa
Project Performance Monitoring Specialist	Nils Gardek
Solid Waste Expert	Iftexhar Enayetullah
Social and Gender Expert	Alexander Timmermann
National	
National Deputy Team Leader TS2	Ho Ratha
National Deputy Team Leader CTD4	Chhit Socheat
Environmental Safeguard Specialist	Yim Chamnan
Sanitation Engineer	Va Vandith
Social & Resettlement Specialist TS2	Chan Narith
Social & Resettlement Specialist CTD4	Mel Sophanna
SWM Specialist	Mao Vanchann
Urban Planner	Seng Touch
Junior Urban Planner	
Support from Ramboll India	
Senior Design Engineer	Dhanesh Prasad
Senior WWTP Engineer	Hariprasad C P
Lead Engineer, Structures	Senthilkumar A
Senior Network Engineer	Sorav Kumar Arora
Network Engineer (Wastewater)	Anjali Bansal
Senior Network Engineer (Drainage)	Vipin Verma
Senior CAD Technician	Manpreet Singh Dhillon
HOD, structures	Saravankumar, B
HOD, Piping & Mechanical	Purushothaman Palani
Process Engineer	Abhishek Tyagi
Process Engineer	Iram Khan
Principal Modeller	Jagmohan Singh Rawat
Senior Modeller	Manas Ganguly
Senior CAD Technician	Praveen Kumar
Design Engineer	Raktim Haldar
Senior CAD technician	Sandeep Singh Rawat
Senior CAD technician	Amarpal Singh

4.3.2 General Activities

26 Activities during the quarter have included review of the PPTA proposals, initial meetings with stakeholders, site visits to the towns, start of topographical and soil surveys and initial design work.

4.3.3 Activities by Output

27 The key activities undertaken during this quarter are summarised in Table 4.4 below.

Table 4.4 Key Implementation Activities by Output During the Reporting Period

Outputs	Summary of Activities Undertaken
Output 1: Urban Environmental Infrastructure Improved	<i>Battambang – Wastewater:</i>
	- Demarcation completed - Support provided to GDR for DMS and consultations
	<i>Battambang – Solid Waste Management:</i>
	Further data collection and discussions on future of existing dumpsite
	<i>Serei Saophoan – Wastewater:</i>
	DED finalised and submitted along with BOQ, Specifications etc.
	<i>Serei Saophoan – Solid Waste Management:</i>
	- Outline design presented to and agreed with PMU - DED ongoing
Output 2: Institutional Effectiveness Improved	<i>Stueng Saen – Wastewater:</i>
	- Demarcation completed - Support provided to GDR for DMS and consultations
	<i>Stueng Saen – Solid Waste Management:</i>
	- Further data collection - Review of outline design - DED ongoing
	<i>Battambang, Serei Saophoan, Stueng Saen – Landfill Equipment:</i>
	No action to date
	<i>Semiautonomous Urban Service Units:</i>
	No action to date
Output 3: Policy and Planning Environment Improved	<i>Training Government Staff:</i>
	No action this quarter
	<i>Roadmap for Financial Sustainability:</i>
	No action to date
	<i>Urban Development Strategies and Master Plans:</i>
	- Video meetings with MLMUPC to agree way forward under Covid restrictions - Review and discussions on work plan - Ongoing data collection

4.3.4 Meetings

28 The key meetings held during this quarter are listed in Annex B.

4.4 Project Costs

29 Estimates of sub-project costs are shown in Table 4.5. These costs are based on the PPTA estimates and will be refined and adjusted following completion of detailed designs.

Table 4.5 Current Estimates of Sub-project Costs*

Town	Sub-Project	Cost Estimate US\$m
Battambang	WWTP and sewerage	22.20
	Landfill site	5.50
Serei Saophoan	WWTP and sewerage	26.50

	Landfill site	2.88
Stueng Saen	WWTP and sewerage	14.60
	Landfill site	2.74
Battambang, Serei Saophoan, Stueng Saen	Landfill equipment	2.37

*Estimates will be revised once DED completed.

4.5 Procurement

4.5.1 Procurement Plan

30 The Procurement Plans for TS2 is shown in Annex F.

4.5.2 Procurement of Civil Works and Equipment

31 There has been no procurement of civil works or equipment (other than for the implementation consultants) thus far. The status of procurement of civil works and equipment contracts is summarised in Table 4.6.

Table 4.6 Status of Civil Works and Equipment Contracts

Package No.	Package Name	Estimated Value (\$m)	Method of Procurement	Type of Contract	Review	Submission of Proposed Bidding Documents to ADB	ADB Approval of Bid Docs	Invitation for Bid/ RFP Issued	Pre-Bid Meeting	Bid Opening / Receipt of Proposals	BER to ADB	ADB Approval of BER/ Issuance of NOL	Contract Signing
CW01 Lot 1	Wastewater and Drainage Stung Saen	37.61	ICB	Works	Prior	09-Aug-19	13-Aug-19	16-Aug-19	-	16-Oct-19	01-Dec-19	25-Mar-19	
CW01 Lot 2	Wastewater and Drainage Battambang	37.61	ICB	Works	Prior	09-Aug-19	13-Aug-19	16-Aug-19	-	16-Oct-19	01-Dec-19	25-Mar-19	
CW02	Wastewater and Drainage Serei Saophoan	25.66	ICB	Works	Prior								
CWO3 Lot 1	Landfill Battambang	5.50	ICB	Works	Prior								
CWO3 Lot 2	Landfill Serei Saophoan	2.88	ICB	Works	Prior								
CWO3 Lot 3	Landfill Stueng Saen	2.74	ICB	Works	Prior								
G01	Landfill Equipment for 3 towns	2.37	ICB	Equipment	Prior								

4.6 Provincial Planning and Municipality Planning

32 Following a number of discussions with MLMUPC and PMU, it was agreed to refocus the planning outputs of the project on assisting MLMUPC with some of their statutory plans. This change was approved in VO2.

33 The plans now being prepared are shown in Table 4.7 compared with the provisions of the TOR.

Table 4.7 Plans to be Prepared

TOR	Revised Scope
- Formulation of Urban Development Master Plans for: - Battambang - Serei Saophoan - Stueng Saen	- Formulation of Land Use Master Plans for: - Serei Saophoan - Stueng Saen - Formulation of Provincial Spatial Plan for: - Banteay Meanchey - Capacity building of MLMUPC, Provinces, and Municipalities

34 Activities during the quarter have included the meetings with MLMUPC for the revision of the scope of work for the formulation of plans, and data and information collection and analysis.

35 The key activities undertaken during this quarter are summarised in Table 4.8 below.

Table 4.8 Key Planning Activities During the Reporting Period

Outputs	Summary of Activities Undertaken
Formulation of Provincial Spatial Plan	<i>Banteay Meanchey:</i> - Data and information of the current situation, including population, economy, infrastructure, physical characteristics, protected areas, disaster prone areas, etc. have been collected and analyzed. - Relevant plans and policies have been collected and reviewed. - Base maps and relevant maps are under preparation for analysis.
Formulation of Land Use Master Plan	<i>Sarei Saophoan:</i> - Data and information of the current situation, including population, economy, infrastructure, physical characteristics, disaster prone areas, etc. have been collected and analyzed. - Relevant plans and policies have been collected and reviewed. <i>Stueng Saen:</i> - Data and information of the current situation, including population, economy, infrastructure, physical characteristics, disaster prone areas, etc. have been collected and analyzed. - Relevant plans and policies have been collected and reviewed.

36

5 Compliance with Covenants

37 The status of covenant compliance is shown in the tables in Annex G.

6 Project Implementation Issues

38 The Covid-19 pandemic has had an impact on project operations. Some international staff, including the Team Leader returned to their home countries and continued to work from there. Thus far only the Team Leader has returned to Cambodia.

39 National staff were given the option of working from home when not required in the project office and several did so during April.

40 After a period of only video meetings, normal face-to-face meetings have resumed, except for MLMUPC.

7 Work Plan

41 The summary schedule is shown in Annex D.

Annex A: Design and Monitoring Framework

TS2 Design and Monitoring Framework

Impact the Project is Aligned with sustainable, inclusive, equitable, and resilient growth achieved (National Strategic Development Plan, 2014–2018) ^a			
Results Chain	Performance Indicators with Targets and Baselines	Data Sources and Reporting	Risks
Outcome Urban services improved in participating cities	By 2026 a. 69,800 people (35,750 women) serviced by new and improved wastewater collection and treatment facilities (2017 baseline: 6,300) b. 188,800 people (96,700 women) served by improved solid waste management (2017 baseline: 61,900) c. 15,700 people (8,040 women) benefit from reduced flooding through improved drainage (2017 baseline: not applicable)	a–c. Annual reports by DPWTs and MPWT, monitoring reports, ADB loan missions, and project completion report	Lack of financial sustainability from limited cost recovery and/or low willingness of households to connect to sewerage network or pay for improved services
Outputs 1. Urban environmental infrastructure improved	By 2024 1a. 3 new wastewater treatment plants with 9,600 m ³ /day capacity constructed (2017 baseline: 0) 1b. 204 km of new sewer networks constructed (2017 baseline: 0) 1c. 26 km of new drainage networks constructed (2017 baseline: 0) 1d. 3 controlled landfills with 528,000 m ³ capacity constructed and operational (2017 baseline: 3 dump sites) 1e. 30% of staff employed in O&M are women (2017 baseline: 0)	1a–e. Project construction records and project progress reports	Construction delays from late approval and implementation of land acquisition and/or resettlement Poor O&M of project infrastructure, given limited local capacity for O&M
2. Institutional effectiveness improved	2a. Semiautonomous USUs established and operational (2017 baseline: not applicable) 2b. 25 government staff (including 10 women) reported increased knowledge on urban service delivery, urban facilities O&M, and public–private partnerships and other institutional arrangements (2017 baseline: 0)	2a. Project progress reports 2b. Training records	Low financial management and technical capacity at PIUs, and ineffective transition to USUs
3. Policy and planning environment improved	3a. Road map for financial sustainability (including tariff road map) developed between MPWT and three provincial governments, with consultation from MEF, MIH, MOWA, MRD, and other agencies (2017 baseline: not applicable)	3a–b. Project progress reports	Ineffective or delayed implementation of financial sustainability road maps
	3b. Urban development strategy and master plan with climate-resilient and gender-responsive measures developed and approved in all three cities (2017 baseline: not applicable)		
Key Activities with Milestones			

1. Urban environmental infrastructure improved 1.1 Issue bidding documents for Battambang wastewater and Stueng Saen wastewater and drainage contracts by Q3 2018 1.2 Award works contracts for Battambang wastewater and Stueng Saen wastewater and drainage by Q2 2019 1.3 Complete land acquisition for Serei Saophoan wastewater and all landfills by Q2 2019 1.4 Issue bidding documents for Serei Saophoan wastewater and drainage by Q3 2019 1.5 Issue bidding documents for landfills in all three cities by Q1 2020 1.6 Award works contract for Serei Saophoan wastewater and drainage by Q1 2020 1.7 Award works contracts for landfills in all three cities by Q3 2020 1.8 Complete construction by Q4 2022 2. Institutional effectiveness improved 2.1 Begin on-the-job training for PMU and PIU staff by Q2 2020 2.2 Establish semiautonomous units with adequate staff by Q1 2021 2.3 Conclude on-the-job training for PMU and PIU staff by Q3 2023 3. Policy and planning environment improved 3.1 Begin preparation of urban development strategy and master plans by Q2 2019 3.2 Begin preparation of financial sustainability road map by Q2 2019 3.3 Finalize urban development strategy and master plans by Q4 2019 3.4 Develop financial sustainability road map by Q1 2020
Inputs Asian Development Bank: \$87.73 million (concessional loan) Asian Development Fund Disaster Risk Reduction Fund: \$1.27 million (grant) Government: \$8.70 million
Assumption for Partner Financing Not applicable.

ADB = Asian Development Bank; km = kilometer; m3 = cubic meter, MEF = Ministry of Economy and Finance; MIH = Ministry of Industry and Handicrafts; MOWA = Ministry of Women's Affairs; MPWT = Ministry of Public Works and Transport; MRD = Ministry of Rural Development; O&M = operation and maintenance; DPWT =

Department of Public Works and Transport; PIU = project implementation unit; PMU = project management unit, Q = quarter, USU = urban service unit.

a Government of Cambodia. 2014. National Strategic Development Plan, 2014–2018. Phnom Penh. Source: Asian Development Bank.

Annex B: List of Key Meetings Held During the Quarter

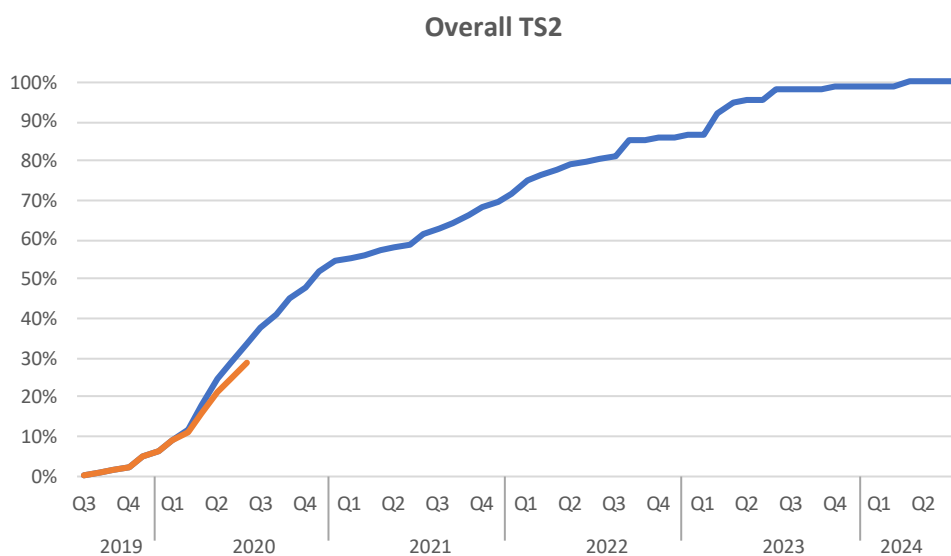
Date	
31 Mar – 6 Apr	National WW Engineer & Social Safeguard and Resettlement Specialist to mark centre points of demarcation layout for Battambang wastewater sub-project
23-25 Apr	Social Safeguard and Resettlement Specialist and Env. Safeguard Specialist conduct training DMS and meet with PDOWRAM for WWTP in Battambang
29 April	Presentation of DED for Serei Saophoan wastewater sub-project
29 April	Discussion on process for COI, demarcation, DMS and resettlement impact reporting.
05-10 May	Social Safeguard and Resettlement Specialist check/discuss COI with PIU and GDR in Battambang
18-19 May	Social Safeguard and Resettlement Specialist to address problem in BTB COI with PMU, GDR, and BTB-PIU in Battambang
26-29 May	PMC team to conduct presentation about resettlement to PMU, Provincial governor, and Local authorities/ consultation with market vendors and farmer along access road WWTP in Battambang

Annex C: Project Progress by Output

Tables from PPMS

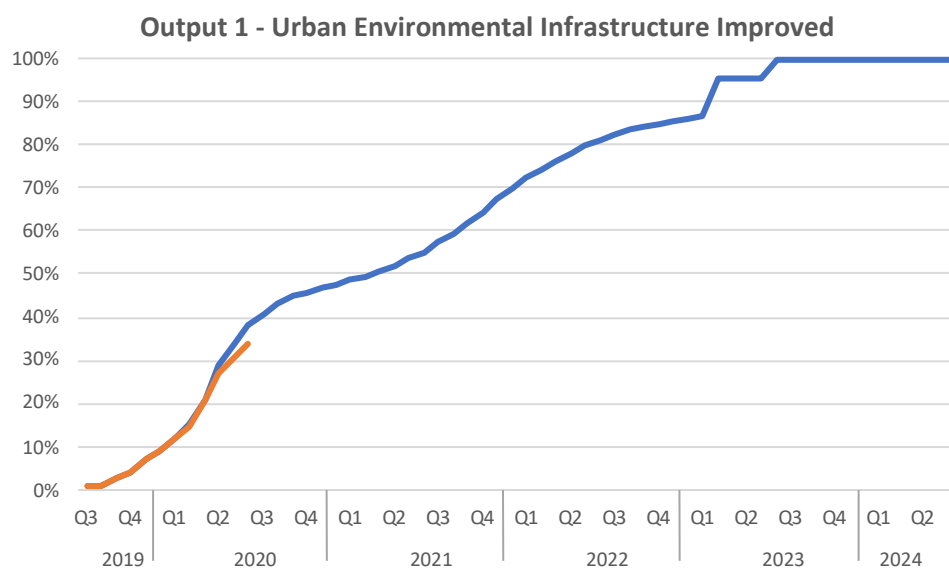
Overall

Plan: 33.83% Actual: 29.02%



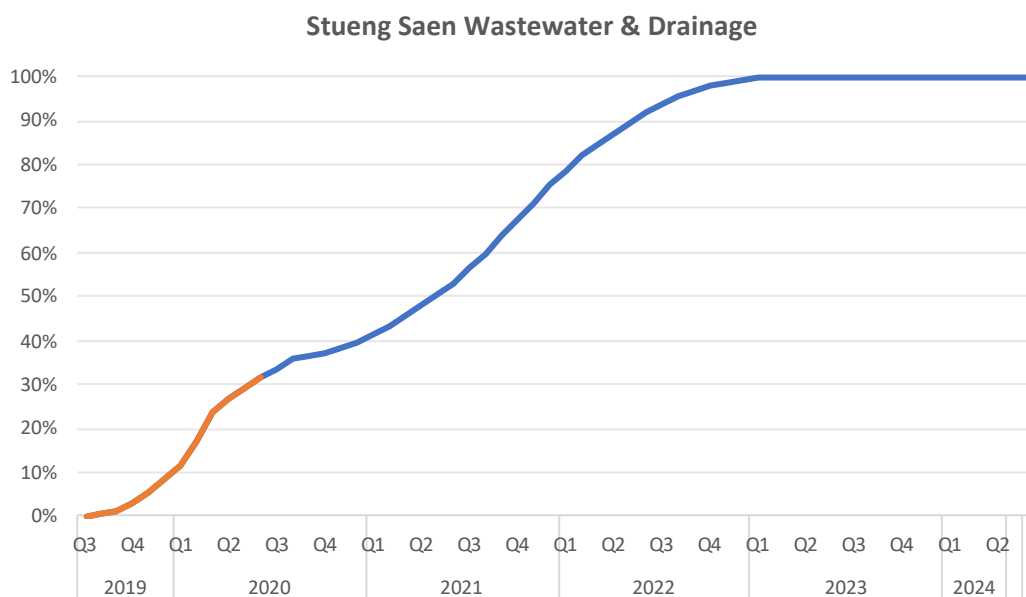
Output 1 – Urban Environmental Infrastructure Improved

Plan: 38.06% Actual: 33.87%



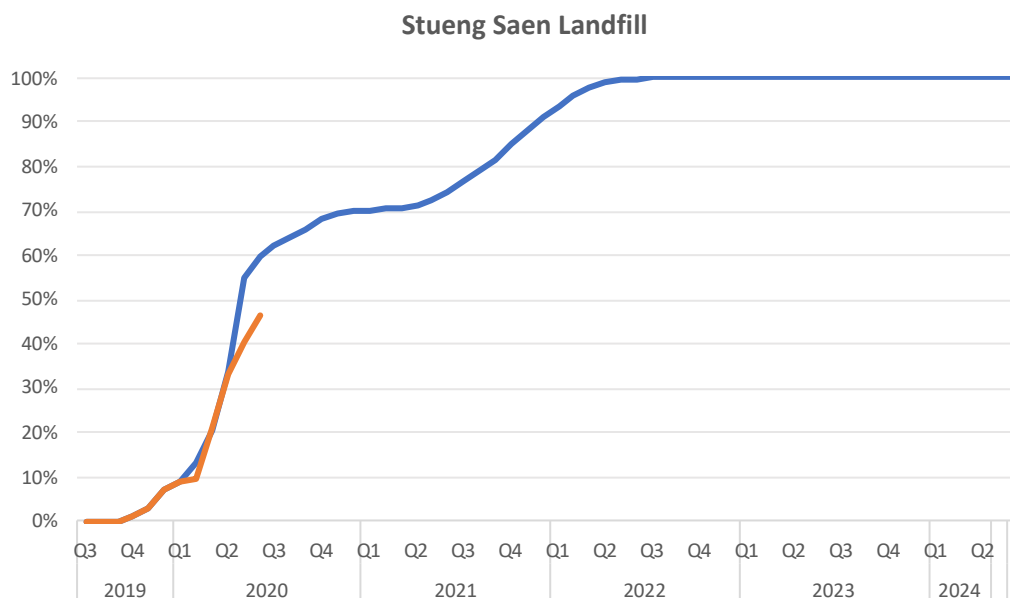
Stueng Saen Wastewater

Plan: 31.50% Actual: 31.50%



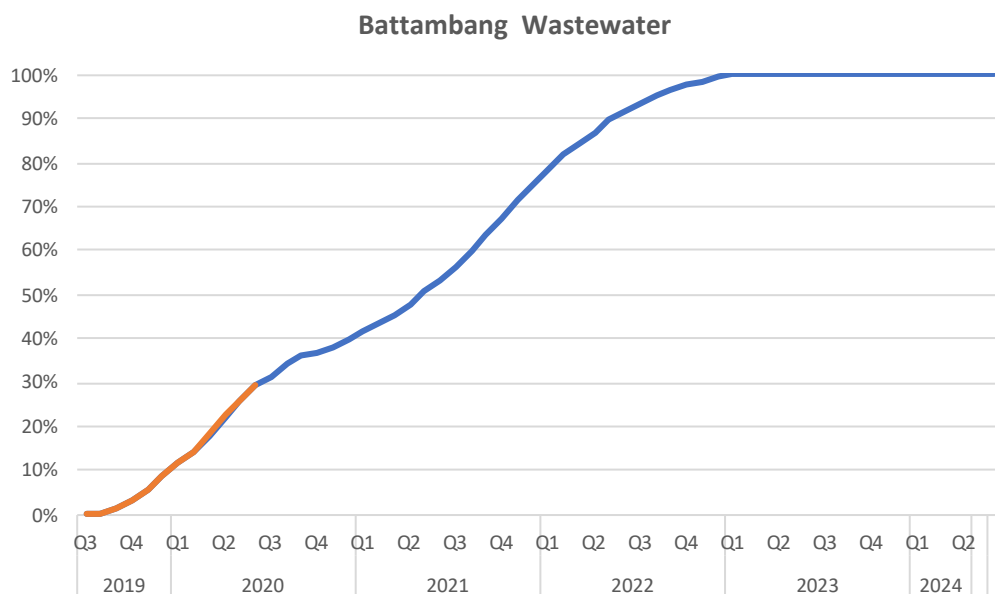
Stueng Saen Landfill

Plan: 59.50% Actual: 49.25%



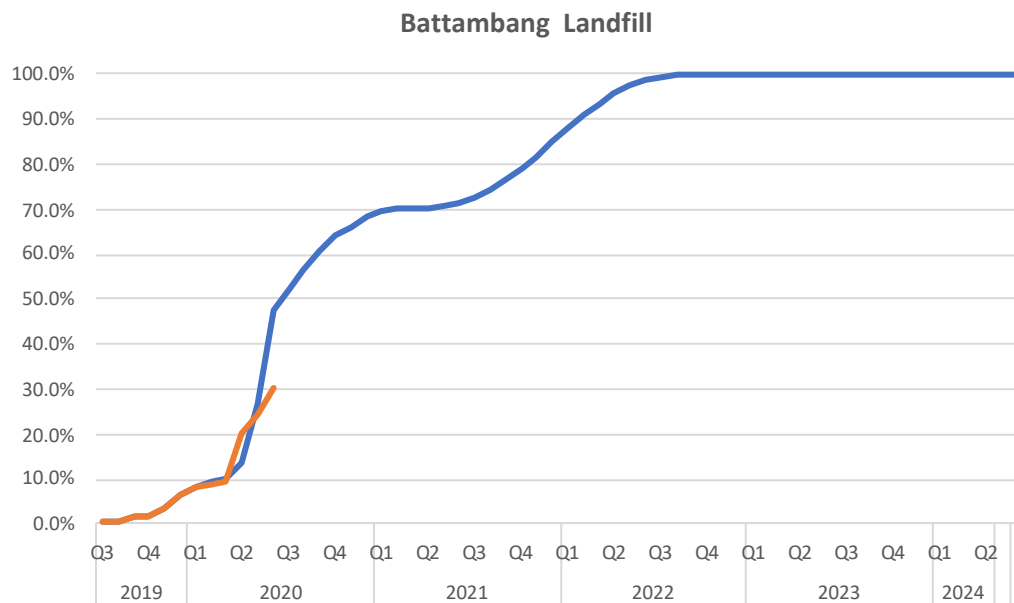
Battambang Wastewater

Plan: 29.40% Actual: 29.32%



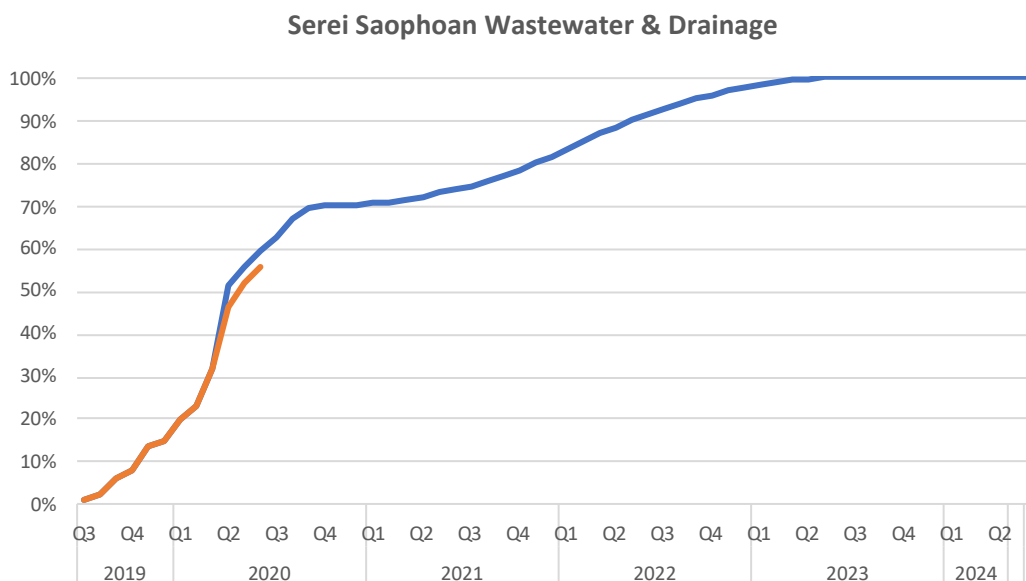
Battambang Landfill

Plan: 47.75% Actual: 30.50%



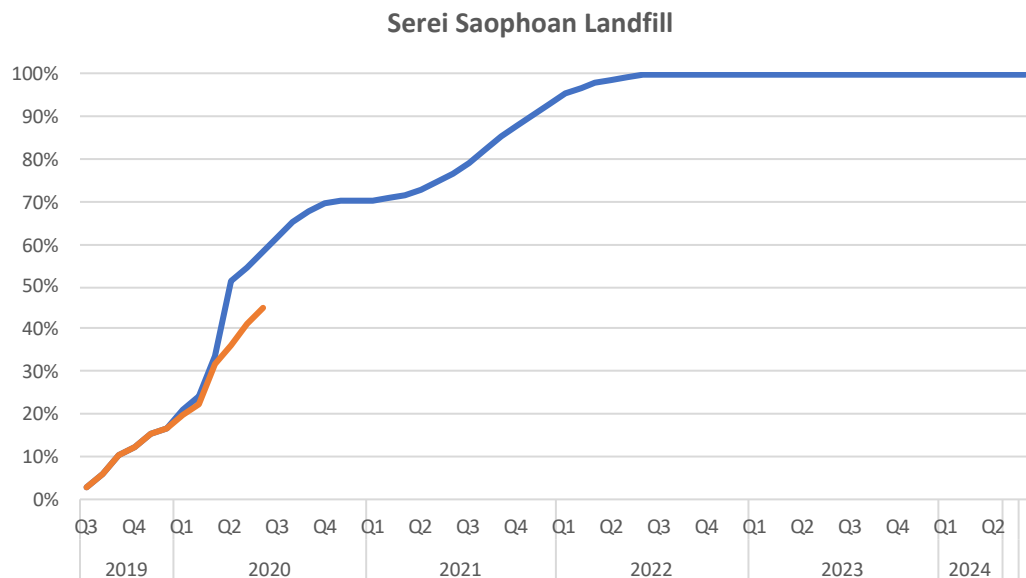
Serei Saophoan Wastewater

Plan: 59.50% Actual: 56.00%



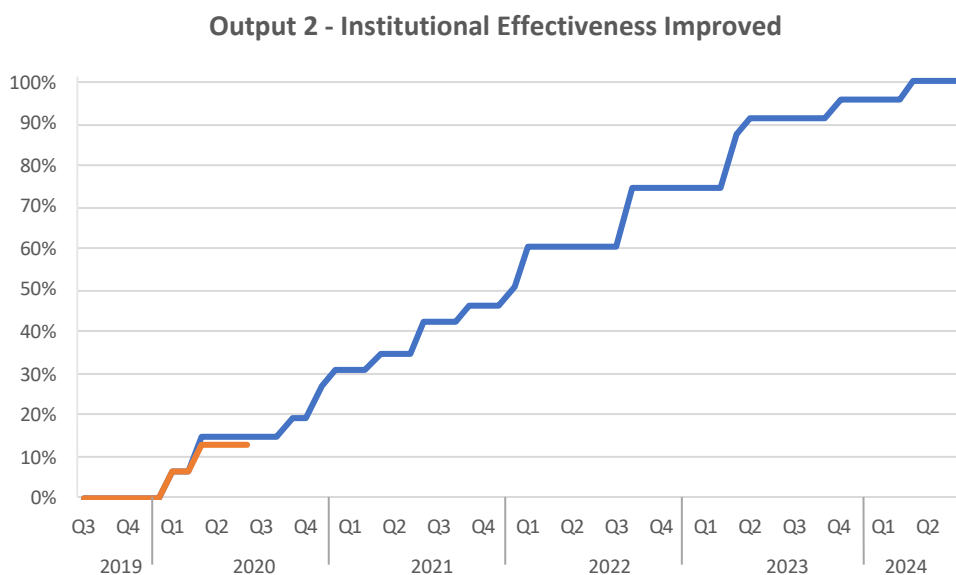
Serei Saophoan Landfill

Plan: 58.50% Actual: 44.85%



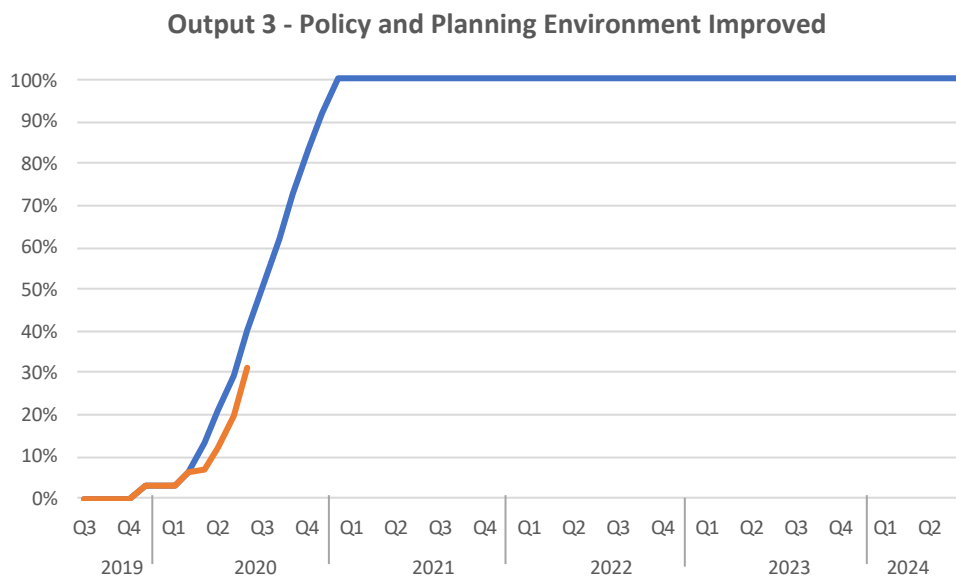
Output 2 – Institutional Effectiveness Improved

Plan: 15.00% Actual: 12.50%



Output 3 – Policy and Planning Environment Improved

Plan: 40.00% Actual: 31.00%



TS2 Summary Schedule	2019				2020								2021								2022								2023								2024																
	Q3		Q4		Q1		Q2		Q3		Q4		Q1		Q2		Q3		Q4		Q1		Q2		Q3		Q4		Q1		Q2		Q3		Q4																		
	J	A	S	O	N	D	J	F	M	A	M	J	J	A	S	O	N	D	J	F	M	A	M	J	J	A	S	O	N	D	J	F	M	A	M	J	J	A	S	O	N	D	J	F	M	A	M	J	J	A	S	O	N
Contract/Sub-Project/Activity																																																					
CW01 Lot 1 Stueng Saen Wastewater																																																					
CW01 Lot 2 Battambang Wastewater																																																					
CW02 Serei Saophoan Wastewater																																																					
CW03 Lot 1 Stueng Saen Landfill																																																					
CW03 Lot 2 Battambang Landfill																																																					
CW03 Lot 3 Serei Saophoan Landfill																																																					
G01 SWM Equipment																																																					
Institutional Effectiveness Improved																																																					
Policy and Planning Improved																																																					
Information, Education, Communication																																																					

Annex E: Gender Action Plan Monitoring

Gender Action Plan (GAP Activities, Indicators and Targets, Timeframe and Responsibility)	Progress to date (as of Q1 2020)	Issues, Challenges & Comments
Output 1: Urban environmental infrastructure improved		
Output 1.1: Urban environmental infrastructure in Stueng Saen improved		
Target 1: Free household sewer connections (including on-site plumbing) for 2,540 ID Poor households including 700 FHH in participating towns (2018 baseline: 0). Responsibility: PIUs/Cities	Not yet due: Q4 2023	The WW services will be extended to an already defined service area, which will have a given share of FHH and ID Poor HH. Counting them will not change the numbers. Clarification required on the existence of socio-economic baseline survey and requirement for impact survey. Baseline and impact survey are not specified under the PMC scope of work.
Target 2: Improved toilets provided free of charge to 760 ID Poor 1 and 2 (2018 baseline: 0) including 100 FHH Responsibility: PIUs/Cities	Not yet due: Q4 2023	Assumed that the toilets are to be provided within the project area. Ensure that the improved toilets are included in the Contractor's contract. Identification of the households to be conducted by the PIU/City.
Target 3: 30% of staff employed in operation and maintenance are women (baseline 2016: 0). Responsibility: PIUs/Cities/organizations, incl. Landfill operation, waste collection operation, and the urban service unit	Not yet due: Q4 2023	The employing organisations to be assigned responsibility for the target. PMC to review baseline data
Output 1.2: Urban environmental infrastructure in Serei Saophan improved		
Target 4: Free household sewer connections (including on-site plumbing) for 2,540 ID Poor households including 700 FHH in participating towns (2018 baseline: 0). Responsibility: PIUs/Cities	Not yet due: Q4 2023	Refer above.
Target 5: Improved toilets provided free of charge to 760 ID Poor 1 and 2 (2018 baseline: 0) including 100 FHH Responsibility: PIUs/Cities	Not yet due: Q4 2023	Refer above.

Target 6: 30% of staff employed in operation and maintenance are women (baseline 2016: 0). Responsibility: PIUs/Cities/organizations, incl. Landfill operation, waste collection operation, and the urban service unit	Not yet due: Q4 2023	Refer above.
Output 1.3: Urban environmental infrastructure in Battambang improved		
Target 7: Free household sewer connections (including on-site plumbing) for 2,540 ID Poor households including 700 FHH in participating towns (2018 baseline: 0). Responsibility: PIUs/Cities	Not yet due: Q4 2023	Refer above.
Target 8: Improved toilets provided free of charge to 760 ID Poor 1 and 2 (2018 baseline: 0) including 100 FHH Responsibility: PIUs/Cities	Not yet due: Q4 2023	Refer above.
Target 9: 30% of staff employed in operation and maintenance are women (baseline 2016: 0). Responsibility: PIUs/Cities/organizations, incl. Landfill operation, waste collection operation, and the urban service unit	Not yet due: Q4 2023	Refer above.
Output 2: Improved institutional effectiveness		
Target 10: 25 government staff (including 10 women) reporting increased knowledge on urban service delivery, O&M of urban facilities, and PPP and other institutional arrangements (2018 baseline: 0) Responsibility: PMU/PIUs	Not yet due: Q4 2023	Pre- and post-training questionnaires will be distributed in coordination with the Capacity Development and Training Specialist
Target 11: Women's representation in PMU/PIU's decision-making and technical positions for: PMU: 30% (2018: 20%); PIU Stueng Saen 30% (2018: 23%); PIU Serei Saophoan: 30% (2018: 24%) Responsibility: PMU/PIUs	To be monitored during the project period.	Staff lists and gender lists will be collected by the PMC from the PMU and PIUs

Output 3: Improved policy and planning environment		
Action 1: Road map for financial sustainability (including tariff road map) developed between MPWT and three provincial governments, with consultation from MEF, MIH, MOWA, MRD and other relevant agencies (2018 baseline: N/A) Responsibility: PMU/PIUs	Not yet due: Q4 2022	Relation to Gender and GAP unclear.
Action 2: Urban development strategy and master plan, with climate resilience and gender responsive measures, developed and approved in all three cities. (2018 baseline: N/A) Responsibility: MLMUPLC/PMC	Not yet due: Q4 2022	Note that scope has changed to Land Use Master Plans (LUMP), while Battambang town has prepared the LUMP. Therefore, action is proposed changed to: "Land Use Master Plan with climate resilience and gender responsive measures, developed and approved in Stueng Saen and Serei Saophan" NGO involvement not planed; responsibility proposed changed to PMC in cooperation with the Ministry of Planning
Target 11: At least 81 schools (50% boys and 50% girls) informed on the benefits of proper sanitation, safe disposal of waste, and menstrual hygiene (2018 baseline: 0). Responsibility: PIUs/Cities/NGO	Not yet due: Q4 2022	Baseline and impact survey to be included in the scope of the NGO assignment

Annex F: Procurement Plan

TS2 PROCUREMENT PLAN

Basic Data

Project Name: Second Urban Environmental Management in the Tonle Sap Basin	
Project Number: 50102	Approval Number:
Country: Cambodia	Executing Agency: MPWT
Project Procurement Classification: N/A	Implementing Agencies: Department of Public Works and Transport, Battambang provincial government Department of Public Works and Transport, Banteay Meanchey provincial government Department of Public Works and Transport, Kampong Thom provincial government
Project Financing Amount: \$97.70 million ADB Financing: \$89.00 million Government: \$ 8.70 million	Project Closing Date: December 2023
Date of First Procurement Plan: 14 April 2018	Date of this Procurement Plan: 31 May 2018

A. Methods, Thresholds, Review and 18-Month Procurement Plan

1. Procurement and Consulting Methods and Thresholds

Except as the Asian Development Bank (ADB) may otherwise agree, the following process thresholds shall apply to procurement of goods and works.

Procurement of Goods and Works		
Method	Threshold	Comments
International Competitive Bidding (ICB) for Works	Above \$3,000,000	Prior. All bid documents, evaluations and contracts.
International Competitive Bidding for Goods	Above \$1,000,000	Prior. All bid documents, evaluations and contracts.
National Competitive Bidding (NCB) for Works	Beneath that stated for ICB, Works	Prior/post. Prior review for first set of bid documents for EA and post review for succeeding packages
National Competitive Bidding for Goods	Beneath that stated for ICB, Goods	Prior/post. Prior review for first set of bid documents for EA and post review for succeeding packages
Shopping for Works	Below \$100,000	3 quotations required
Shopping for Goods	Below \$100,000	3 quotations required
Works Contracts for Community-driven Environmental Improvements	Below \$120,000 NCB/Shopping	NCB / Shopping

Consulting Services	
Method	Comments
Quality and Cost Based Selection (QCBS)	Prior. Request for proposal, evaluations and contracts.
Quality Based Selection (QBS)	Prior. Request for proposal, evaluations and contracts.
Consultants' Qualifications Selection (CQS)	Prior. Expression of interest, evaluations and contracts.
Individual Consultants	Prior. Expression of interest, evaluations and contracts.

2. Goods and Works Contracts Estimated to Cost \$1 Million or More

Package Number	General Description	Estimated Value (\$ million)	Method	Review (Prior/Post)	Bidding Procedure	Advertisement Date	Comments
CW01	Wastewater/drainage in Stueng Saen and Battambang	37.61	ICB	Prior	1S1E	Q3/2018	Large works
CW02	Wastewater & drainage in Serei Saophoan	25.66	ICB	Prior	1S1E	Q3/2019	Large works
CW03	Solid waste in Stueng Saen, Serei Saophoan & Battambang	11.24	ICB	Prior	1S1E	Q1/2020	Bid as 3 lots, subject to timing of land acquisition
G01	Landfill equipment	2.37 ¹	ICB	Prior	1S1E	Q1/2020	

3. Consulting Services Contracts Estimated to Cost More Than \$100,000

The following table lists all consulting services contracts above \$100,000.

Package Number	General Description	Estimated Value (\$ million)	Method	Review (Prior/Post)	Advertisement Date	Type of Proposal	Comments
CS01	Project Management Consultants	5.65 ²	QCBS (80:20)	Prior	Q2/2018	Full	Single contract for this package and for the Fourth GMS Corridor Towns Development Project*

*This consulting services contract will be combined with the consulting services for the Fourth GMS Corridor Towns Development Project. The consulting services for both projects will be awarded as a single package.

4. Goods and Works Contracts Estimated to Cost Less than \$1 Million and Consulting Services Contracts Less than \$100,000 (Smaller Value Contracts)

The following table groups smaller-value goods, works and consulting services contracts.

Goods and Works								
Package Number	General Description	Estimated Value	Number of Contracts	Procurement Method	Review (Prior/Post)	Bidding Procedure	Advertisement Date	Comments
G01	Vehicles	\$160,000	1	NCB	Prior	-	Q4/2018	Govt SOP dated May 2012
G02	Office equipment	\$50,000	1	Shopping	Prior	-	Q4/2018	Govt SOP dated May 2012

Consulting Services							
Package Number	General Description	Estimated Value (\$ million)	Recruitment Method	Review (Prior/Post)	Advertisement Date	Type of Proposal	Comments
CS02	Social development and gender consultant	0.09	ICS	Prior	Q1/2019	NA	

¹ Cost estimate is exclusive of taxes and duties

² Cost estimate is exclusive of taxes and duties

B. List of Awarded and Ongoing, and Completed Projects

The following tables list the awarded and on-going contracts, and completed contracts.

1. Awarded and On-going Contracts

Goods and Works							
Package Number	General Description	Estimated Value (\$ million)	Awarded Contract Value	Recruitment Method	Advertisement Date	Date of ADB Approval Contract Award	Comments

2. Completed Contracts

Consulting Services							
Package Number	General Description	Estimated Value (\$ million)	Awarded Contract Value	Recruitment Method	Advertisement Date	Date of ADB Approval Contract Award	Comments

C. National Competitive Bidding

1. Regulation and Reference Documents

1. The procedures to be followed for national competitive bidding shall be those set forth for the "National Competitive Bidding" method in the Government's Procurement Manual issued under Sub-decree No. 74 ANK BK dated 22 May 2012 with the clarifications and modifications described in the following paragraphs required for compliance with the provisions of the Procurement Guidelines.

2. For the procurement of ADB financed contracts under National Competitive Bidding (NCB) procedures, the use of harmonized national bidding documents (NCB and National Shopping) developed in consultation with development partners including ADB, is mandatory except where the Government and ADB have agreed to amendments to any part of the documents. The Procurement Manual also advises users to check the ADB website from time to time for any update on ADB documents, which form the basis, among others, of the existing harmonized national bidding documents

A. Procurement Procedures

1. Application

3. Contract packages subject to National Competitive Bidding procedures will be those identified as such in the project Procurement Plan. Any changes to the mode of procurement from those provided in the Procurement Plan shall be made through updating of the Procurement Plan, and only with prior approval of ADB.

2. Sanctioning

4. Bidders shall not be declared ineligible or prohibited from bidding on the basis of barring procedures or sanction lists, except individuals and firms sanctioned by ADB, without prior approval of ADB.

3. Rejection of all Bids and Rebidding

5. The Borrower shall not reject all bids and solicit new bids without ADB's prior concurrence. Even when only one or a few bids is/are submitted, the bidding process may still be considered valid if the bid was satisfactorily advertised and prices are reasonable in comparison to market values.

B. Bidding Documents

5. Use of Bidding Documents

6. The Standard National Competitive Bidding Documents provided with the Government's Procurement Manual shall be used to the extent possible both for the master bidding documents and the contract-specific bidding documents. The English language version of the procurement documents shall be submitted for ADB review and approval in accordance with agreed review procedures (post and prior review) as indicated in the Procurement Plan. The ADB-approved procurement documents will then be used as a model for all procurement financed by ADB for the project.

6. Bid Evaluation

Bidders shall not be eliminated from detailed evaluation on the basis of minor, non-substantial deviations.

7. A bidder shall not be required, as a condition for award of contract, to undertake obligations not specified in the bidding documents or otherwise to modify the bid as originally submitted.

7. Employer's Right to Accept or Reject Any or All Bids

8. The decision of the Employer to accept or reject any or all bids shall be made in a transparent manner and involve an obligation to inform of the grounds for the decision through the bid evaluation report.

8. ADB Policy Clauses

9. A provision shall be included in all NCB works and goods contracts financed by ADB requiring suppliers and contractors to permit ADB to inspect their accounts and records and other documents relating to the bid submission and the performance of the contract, and to have them audited by auditors appointed by ADB

10. A provision shall be included in all bidding documents for NCB works and goods contracts financed by ADB stating that the Borrower shall reject a proposal for award if it determines that the bidder recommended for award has, directly or through an agent, engaged in corrupt, fraudulent, collusive, or coercive practices in competing for the contract in question.

11. A provision shall be included in all bidding documents for NCB works and goods contracts financed by ADB stating that ADB will declare a firm or individual ineligible, either indefinitely or for a stated period, to be awarded a contract financed by ADB, if it at any time determines that the firm or individual has, directly or through an agent, engaged in corrupt, fraudulent, collusive, coercive or obstructive practices or any integrity violation in competing for, or in executing, ADB-financed contract.

Annex G: Compliance with Loan and Grant Covenants

No.	Covenant	Reference	Status of Compliance
	TS2 Loan 3684		
1	In the carrying out of the Project and operation of the Project facilities, the Borrower shall perform, or cause to be performed, all obligations set forth in Schedule 5 to the Loan Agreement	Section 4.01	Ongoing
2	The borrower shall cause the Project Executing Agency to (i) maintain separate accounts and records for the projects; (ii) prepare annual financial statements for the project in accordance with financial reporting standard acceptable to ADB; (iii) have such financial statements audited annually by independent auditors whose qualifications, experience, and terms of reference are acceptable to ADB, in accordance with auditing standards, acceptable to ADB; (iv) as part of each such audit, have the auditors prepare a report, which includes the auditors' opinion(s) on the financial statements and the use of the Loan proceeds, and management letter (which sets out the deficiencies in the internal control of the project that were identified in the course of the audit, if any); and (v) furnish to ADB, no later than 6 months after the end of each related fiscal year, copies of such audited financial statements, audit report, and management letter, all in the English language, and such other information concerning these documents and the audit thereof as ADB shall from time to time reasonably request.	Section 4.02 (a)	Ongoing
3	ADB shall disclose the annual audited financial statements for the project and the opinion of the auditors on the financial statements within 14 days of the date of ADB's confirmation of their acceptability by posting them on ADB's website.	Section 4.02 (b)	Ongoing
4	The Borrower shall enable ADB, upon ADB's request, to discuss the financial statements for the project and the Borrower's financial affairs where they relate to the Project with the auditors appointed pursuant to subsection (a)(iii) hereinabove and shall authorize and require any representative of such auditors to participate in any such discussions requested by ADB. This is provided that such discussions shall be conducted only in the presence of an authorized officer of the Borrower, unless the Borrower shall otherwise agree.	Section 4.02 (c)	Ongoing
5	The Borrower shall enable ADB's representatives to inspect the Project, the Goods and Works, and any relevant records and documents.	Section 4.03	Ongoing
	TS2 Grant 0951		
7	In the carrying out of the project and operation of the project facilities, the Recipient shall perform, or cause to be performed, all obligations set forth in Schedule 5 to the Ordinary Operations [Concessional] Loan Agreement.	Section 4.01	Ongoing
8	The Recipient shall cause the Project Executing Agency to (i) maintain separate accounts and records for the projects; (ii) prepare annual financial statements for the project in accordance with financial reporting standard acceptable to ADB; (iii) have such financial statements audited annually by independent auditors whose qualifications, experience, and terms of reference are acceptable to ADB, in accordance with auditing standards, acceptable to ADB; (iv) as part of each such audit, have the auditors prepare a report, which includes the auditors' opinion(s) on the financial statements and the use of the Grant proceeds, and management letter (which sets out the deficiencies in the internal control of the project that were identified in the course of the audit, if any); and (v) furnish to ADB, no later than 6 months after the end of each related fiscal year, copies of such audited financial statements, audit report, and management letter, all in the English language, and such other information concerning these documents and the audit thereof as ADB shall from time to time reasonably request.	Section 4.02 (a)	Ongoing
9	ADB shall disclose the annual audited financial statements for the project and the opinion of the auditors on the financial statements within 14 days of the date of ADB's confirmation of their acceptability by posting them on ADB's website.	Section 4.02 (b)	Ongoing
10	The Recipient shall enable ADB, upon ADB's request, to discuss the financial statements for the project and the Recipient's financial affairs where they relate to the Project with the auditors appointed pursuant to subsection (a)(iii) hereinabove and shall authorize and require any representative of such auditors to participate in any such discussions requested by ADB. This is provided that such discussions shall be conducted only in the presence of an authorized officer of the Recipient, unless the Recipient shall otherwise agree.	Section 4.02 (c)	Ongoing

No.	Covenant	Reference	Status of Compliance
11	The Recipient shall enable ADB's representatives to inspect the Project, the Goods and Works, and any relevant records and documents.	Section 4.03	Ongoing