

SBF Project Implementation Monitoring Report

Indonesia: Strategic Irrigation Modernization and Urgent Rehabilitation Project

1. Project Information

Project ID:	000060	Investment Number:	L0060A
Member:	Indonesia	Region:	South-Eastern asia
Sector:	Water	Sub-sector:	Irrigation and drainage
AIB Financing Type:	Loan: 250 USD million	Co-financier(s):	IBRD
E&S category:	B	Borrower:	Republic of Indonesia
Red Flags Assigned:	2	Monitoring Regime:	Enhanced Monitoring
Implementing Agency:	Directorate General of Water Resources (DGWR) of Ministry of Public Works (MPWH)		
Project Team Leader:	David Ginting		
Project Team Members:	Chongwu Sun, Senior Environment Consultant Jana Halida Uno, Senior Operational Policy Specialist Haiyan Wang, Senior Finance Officer Shonell Robinson, Financial Management Specialist Susrutha Goonasekera, Senior Social Development Specialist Xiaowei Guo, Procurement Consultant Antong Hu, Project Assistant		
Completed Site Visits by AIB:	Dec, 2018 Feb, 2019 May, 2019 Mar, 2020 Jun, 2020 Virtual mission Sep, 2020 Virtual mission		
Planned Site Visits by AIB:	Dec, 2020 No site visit has been planned due to travel restriction by Covid-19. A virtual mission is planned to be conducted in December 2020.		

2. Project Summary and Objectives

To improve irrigation services and strengthen accountability of irrigation schemes management in selected areas

3. Key Dates

Approval:	Jun. 24, 2018	Signing:	Jul. 11, 2018
Effective:	Aug. 23, 2018	Restructured (if any):	
Orig. Closing:	Jun. 30, 2024	Rev. Closing (if any):	

4. Disbursement Summary (USD million)

a) Committed:	250	b) Cancellation (if any):	
c) Disbursed:	6	d) Most recent disbursement: (amount / date)	6, Feb. 19, 2019
e) Undisbursed:	244	f) Disbursement Ratio(%) ¹ :	2.4

¹ Disbursement Ratio is defined as the volume (i.e. the dollar amount) of total disbursed amount as a percentage of the net committed volume, i.e., $f = c / (a - b)$

5. Project Implementation Update

The implementation progress is slower than planned. Two civil works have been recently awarded and commenced in Q3 2020 with total contract value of USD 7.11 million. The delay has been mostly attributed to: (i) delays in the completion of engineering design due to the limited capacity of CPIU, (ii) delayed procurement of TA consultants for CPIU and CPMU, (iii) delayed procurement process due to recent migration of the government e-procurement system and establishment of a specialized procurement units (BP2JK) adding extra steps in the process.

Covid-19 Pandemic has caused additional delays to the project. Due to underestimation of the forecasted project expenditure of 2020, the project's budget allocation (DIPA) must be revised/increased. The revision process is underway yet has been delayed. MPWH (as the host of the CPMU) has been recently focusing its effort on revising its general budget to enable the implementation of Covid-19 relief works (national government's program to provide livelihood by employing local communities to undertake various small-scale civil works).

Components	Physical Progress	Environmental & Social Compliance	Procurement
Component 1: Urgent Rehabilitation of Irrigation and Drainage System (USD98.6 million)	n/a	n/a	Five civil work packages (total contract value of USD 42 million) are under tendering process, targeted to be awarded by the end of 2020.
Component 2 Strategic Modernization of Irrigation and Drainage System (USD143.0 million)	n/a	n/a	Two civil work packages (total contract value of USD 39 million) are under tendering process, targeted to be awarded by the end of 2020.
Component 3: Project Management (USD8.4 million)	n/a	n/a	The procurement for hiring of TA consultants for CPIU and CPMU have been commence by publishing of RFP in July 2020 and contract signing in December 2020.

Financial Management:

n/a

6. Status of the Grievance Redress Mechanism (GRM)

A GRM has been established. No grievance has been registered so far.

7. Results Monitoring

Project's output has been limited as civil works have been recently started. Initial data for the intermediate results is being collected and will be reported after the next supervision mission.

Baseline Year: Jan. 1, 2018 End Target Year: Jan. 1, 2024

Project Objective Indicators	Year	Target	Actual	Others, if any
Area provided with new/improved irrigation or drainage services (Ha)	Jan. 1, 2018	0 (baseline)	n/a	
Area provided with new/improved irrigation or drainage services (Ha)	Jan. 1, 2024	276,000	-	
Percentage of crop intensity (paddy)	Jan. 1, 2018	180 (baseline)	n/a	
Percentage of crop intensity (paddy)	Jan. 1, 2024	200	-	
with clear allocation of responsibilities implemented (Number)	Jan. 1, 2018	0 (baseline)	n/a	
with clear allocation of responsibilities implemented (Number)	Jan. 1, 2024	9	-	
Asset management systems with transparent budget allocation operational (Number)	Jan. 1, 2018	0 (baseline)	n/a	
Asset management systems with transparent budget allocation operational (Number)	Jan. 1, 2024	9	-	

Intermediate Result Indicators	Year	Target	Actual	Others, if any
Annual performance report of irrigation service providers published (Component A)	Jan. 1, 2018	0 baseline	n/a	
Annual performance report of irrigation service providers published (Component A)	Jan. 1, 2024	8	-	
Irrigation Commission (KOMIR) established and operational (Component A)	Jan. 1, 2018	8 (baseline)	n/a	
Irrigation Commission (KOMIR) established and operational (Component A)	Jan. 1, 2024	20	-	
Number of farmer households provided with improved irrigation services (Component A) (thousand)	Jan. 1, 2018	0 (baseline)	n/a	
Number of farmer households provided with improved irrigation services (Component A) (thousand)	Jan. 1, 2024	300	-	
Annual performance report of irrigation service providers published (Component B)	Jan. 1, 2018	0 (baseline)	n/a	
Annual performance report of irrigation service providers published (Component B)	Jan. 1, 2024	1	-	
Irrigation Commission (KOMIR) established and operational (Component B)	Jan. 1, 2018	1 (baseline)	n/a	
Irrigation Commission (KOMIR) established and operational (Component B)	Jan. 1, 2024	4	-	
Number of farmer households provided with improved irrigation services (Component B) (thousand)	Jan. 1, 2018	0 (baseline)	n/a	
Number of farmer households provided with improved irrigation services (Component B) (thousand)	Jan. 1, 2024	587	-	

Remarks: