

## 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-East Asia
Sector:	Water	Sub-sector:	Irrigation and Drainage
Financing Type:	<input checked="" type="checkbox"/> Loan <input type="checkbox"/> Guarantee	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, Investment Operations Specialist - Water		
Project Team Members:	Chongwu Sun, Senior Environment Consultant Jana Halida Uno, Senior Operational Policy Specialist Shonell Robinson, Financial Management Specialist Susrutha Goonasekera, Senior Social Development Specialist Xiaowei Guo, Procurement Consultant Antong Hu, Project Assistant		
Completed Site Visits by AIIB:	Dec 2018, Feb 2019, May 2019		
Planned Site Visits by AIIB:	No site visit has been planned due to travel restriction by Covid-19		

#### 2. Project Summary and Objectives

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

#### 3. Key Dates

Approval:	June 24, 2018	Signing:	July 11, 2018
Effective:	Aug 23, 2018	Restructured (if any):	n/a
Orig. Closing:	June 30, 2024	Rev. Closing (if any):	n/a

#### 4. Disbursement Summary (USD million)

a) Committed:	250.0	b) Cancellation (if any):	n/a
c) Disbursed:	6.0	d) Most recent disbursement: (amount /date)	USD6.0 (Feb 19, 2019)
e) Undisbursed:	244.0	f) Disbursement Ratio (%) <sup>1</sup> :	2.4

<sup>1</sup> 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, with no civil works have been started. This has been mostly attributed to: (i) delays in the completion of engineering design due to the limited capacity of CPIU and delayed procurement of TA consultants for CPIU and CPMU, (ii) 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. In total, six construction packages, total value of about USD 55 million, is expected to be awarded in 2020 (including two construction packages that were initially planned to be awarded in 2019, with a total value of USD 35 million. The procurement for hiring of TA consultants for CPIU and CPMU will commence by publishing of REoI in the first half of 2020.

Components	Physical Progress	Environmental & Social Compliance	Procurement	Financial Management
Component 1: Urgent Rehabilitation of Irrigation and Drainage System (USD98.6 million)	-	-	USD 55 million worth of construction packages are presently being finalized. Tendering is in progress and awards will be made on rolling basis throughout 2020.	
Component 2 Strategic Modernization of Irrigation and Drainage System (USD143.0 million)	-	-		
Component 3: Project Management (USD8.4 million)	-	-		

## 6. Status of the Grievance Redress Mechanism (GRM)

GRM will be established in DGWR in the Ministry of Public Works and Housing which will become effective before commencement of physical activities.

## 7. Results Monitoring

Project's output has been limited as civil works have not been started. Initial data for the intermediate results is being collected and will be reported after the next supervision mission.

Project Objective Indicators	Baseline (2018)	2019		2020		2021		2022		2024 (End Target)	
		Target	Actual	Target	Actual	Target	Actual	Target	Actual	Target	Actual
Area provided with new/improved irrigation or drainage services (Ha)	0									276,000	
Percentage of crop intensity (paddy)	180									200	
Irrigation service agreements with clear allocation of responsibilities implemented (Number)	0									9	
Asset management systems with transparent budget	0									9	

allocation operational (Number)											
Intermediate Result Indicators	Baseline (2018)	2019		2020		2021		2022		2024 (End Target)	
		Target	Actual	Target	Actual	Target	Actual	Target	Actual	Target	Actual
Annual performance report of irrigation service providers published (Component A)	0										8
Irrigation Commission (KOMIR) established and operational (Component A)	8										20
Number of farmer households provided with improved irrigation services (Component A) (thousand)	0										300
Annual performance report of irrigation service providers published (Component B)	0										1
Irrigation Commission (KOMIR) established and operational (Component B)	1										4
Number of farmer households provided with improved irrigation services (Component B) (thousand)	0										587

**Remarks:**

-