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Lao Road Sector Project 2 (LRSP2) (P158504)

EAST ASIA AND PACIFIC | Lao People's Democratic Republic | Transport Global Practice |
IBRD/IDA | Investment Project Financing | FY 2017 | Seq No: 5 | ARCHIVED on 21-Jun-2019 | ISR37515 |

Implementing Agencies: Ministry Of Public Works and Transport, Lao People's Democratic Republic (Lao PDR)

Key Dates

Key Project Dates

Bank Approval Date: 13-Dec-2016
Effectiveness Date: 23-Mar-2017
Planned Mid Term Review Date: 16-Sep-2019
Actual Mid-Term Review Date: --
Original Closing Date: 31-Aug-2022
Revised Closing Date: 31-Aug-2022

Project Development Objectives

Project Development Objective (from Project Appraisal Document)

The Project Development Objective (PDO) is to strengthen maintenance systems to improve reliable road connectivity in Lao PDR, and to provide immediate and effective response in case of an Eligible Crisis or Emergency.

Has the Project Development Objective been changed since Board Approval of the Project Objective?

No

Components

Name
Component 1: Climate Resilient Road Maintenance:(Cost $36.90 M)
Component 2: Institutional Strengthening:(Cost $8.50 M)
Component 3: Project Management:(Cost $2.00 M)
Component 4: Contingent Emergency Response

Overall Ratings

Name	Previous Rating	Current Rating
Progress towards achievement of PDO	Satisfactory	Satisfactory
Overall Implementation Progress (IP)	Moderately Satisfactory	Moderately Satisfactory
Overall Risk Rating	Substantial	Substantial

Implementation Status and Key Decisions

Project oversight is satisfactory and continue to be improved, with guidance and leadership from Minister and Project Coordination Committee (PCC). Progress has been made for all project activities with some initial delays in procurement of civil works contracts. However, but effort has been made to further streamline internal approval process at both central and provincial levels and to accelerate road improvement works. Procurement of 22 civil works contracts have been completed including 10 climate resilience road improvement contracts, 10 PBC for routine maintenance contracts, and 2 contracts for emergency repair in Attapeu. Contractors have mobilized and made progress on the ground
As technical audit consultant terminated his contract due to health problem, the Ministry of Public Works and Transport has procured a new consultant. It is expected that the consultant will be on board in July 2019. The project has experienced challenges in implementing disbursement

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linked indicator (DLI) and requested the Bank to consider dropping the DLI . Additional Financing (AF) of USS25 million is being processed to support Lao PDR efforts in implementing the disaster recovery and improve climate resilience of existing National Road 13 South (NR13 South) in Borikhamxay and Khammouan provinces.

Risks

Systematic Operations Risk-rating Tool

Risk Category	Rating at Approval	Previous Rating	Current Rating
Political and Governance	Substantial	Substantial	Substantial
Macroeconomic	Substantial	Substantial	Substantial
Sector Strategies and Policies	Moderate	Moderate	Moderate
Technical Design of Project or Program	Moderate	Moderate	Moderate
Institutional Capacity for Implementation and Sustainability	Substantial	Substantial	Substantial
Fiduciary	Substantial	Substantial	Substantial
Environment and Social	Substantial	Moderate	Moderate
Stakeholders	Moderate	Moderate	Moderate
Other	Low	Low	Low
Overall	Substantial	Substantial	Substantial

Results

PDO Indicators by Objectives / Outcomes

To strengthen maintenance systems

▸Preparation and implementation of three-year rolling climate resilient road maintenance plans, on annual basis (Yes/No, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	No	Yes	Yes	Yes
Date	02-Sep-2016	20-Nov-2018	07-Jun-2019	28-Aug-2022
Comments:	The three-year rolling climate resilient road maintenance plan has been prepared for the six project provinces. The plan for the remaining provinces across the country will fully prepared by July 2020.			

To improve reliable road connectivity in Lao PDR

▸Share of total provincial and district road network in Project area in good and fair condition (Percentage, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	50.00	50.00	50.00	65.00
Date	02-Sep-2016	20-Nov-2018	07-Jun-2019	28-Aug-2022
Comments:	The share of total provincial and district road network in Project area in good and fair condition is lower than the planned target due to initial delays in procurement of civil works. However, currently 10 climate resilience road improvement contracts with a total length of 232.53 km in five provinces are being implemented and procurement of two contracts with a total length of 58 km in Phongsaly province is being finalized. In addition, procurement of 10 performance based contracts (PBC) for routine maintenance have been finalized and the remaining two PBC contracts is being finalized. With this progress, it is expected that the share provincial and district road network in project area in good and fair condition will be exceeded the target by the end of 2019.			

▸Share of rural population with access to an all-season road (National) (Percentage, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	56.00	56.00	56.00	57.00
Date	02-Sep-2016	20-Nov-2018	07-Jun-2019	28-Aug-2022

▸Share of rural population with access to an all-season road in project area (Percentage, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	53.00	53.00	55.00	57.00
Date	02-Sep-2016	20-Nov-2018	07-Jun-2019	28-Aug-2022

▸Direct project beneficiaries (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	1,600,000.00
Date	02-Sep-2016	20-Nov-2018	20-Nov-2018	22-Aug-2022

◢Female beneficiaries (Percentage, Custom Supplement)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	50.00	50.00

Intermediate Results Indicators by Components

Climate Resilient Road Maintenance

▸Length of road receiving climate resilient periodic maintenance (Km) (Cumulative) (Kilometers, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	290.00	687.00

Date	02-Sep-2016	20-Nov-2018	20-Nov-2018	28-Aug-2022

▸Length of road receiving routine maintenance (Km) (Kilometers, Custom, DLI)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	2,856.00
Date	02-Sep-2016	20-Nov-2018	07-Jun-2019	28-Aug-2022
Comments:	Procurement of 10 performance based contracts had completed and contacts just were awarded. The actual length of road receiving routine maintenance will be updated after the next mission.			

▸Share of women participating in paid routine maintenance work (percentage) (Percentage, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	15.00
Date	02-Sep-2016	20-Nov-2018	07-Jun-2019	28-Aug-2022
Comments:	Since PBC contracts for routine maintenance have just awarded , no routine maintenance has been implemented yet. Share of women participating in paid routine maintenance work will be updated after the next mission.			

▸Grievances registered related to delivery of project benefits addressed (%) (Percentage, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	80.00
Date	13-Dec-2016	20-Nov-2018	07-Jun-2019	28-Aug-2022
Comments:	As of May 2019, no major grievance was received.			

▸Km of roads where road safety audit was performed and recommendations were considered (Kilometers, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	687.00
Date	21-Sep-2018	21-Sep-2018	07-Jun-2019	31-Aug-2022
Comments:	Road safety audit manual was completed and training on traffic safety audit trainings to DPWTs and MPWT staff were conducted. DoT will continue to provide on the job training to DPWT during September to December. The actual road safety audit for year 1 will be completed in January 2020.			

Institutional Strengthening

▸Data on road condition and vulnerability to natural hazard collected for preparation of three-year rolling plan (Yes/No) (Yes/No, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	No	Yes	Yes	Yes

Date	02-Sep-2016	20-Nov-2018	07-Jun-2019	28-Aug-2022
Comments:	Data on road condition and vulnerability to natural hazard have been collected for preparation of three-year rolling plan in the project provinces. For the remaining provinces across the country will be done during the early 2020.			

▸Updated Road Safety Strategy and Action Plan (Yes/No, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	No	No	No	Yes
Date	21-Sep-2018	21-Sep-2018	07-Jun-2019	31-Aug-2022
Comments:	Updated road safety strategy has been drafted and in being consulted.			

Disbursement Linked Indicators

▸DLI 1 Length of road receiving routine maintenance (Km) (Kilometers, Output, 1,740,000.00, 0.00%)

	Baseline	Actual (Previous)	Actual (Current)	December 30, 2021
Value	0.00	0.00	0.00	2,694.00
Date	--	--	07-Jun-2019	--
Comments:	Procurement of the Performance Based Contracts for routine maintenance is underway.			

Data on Financial Performance

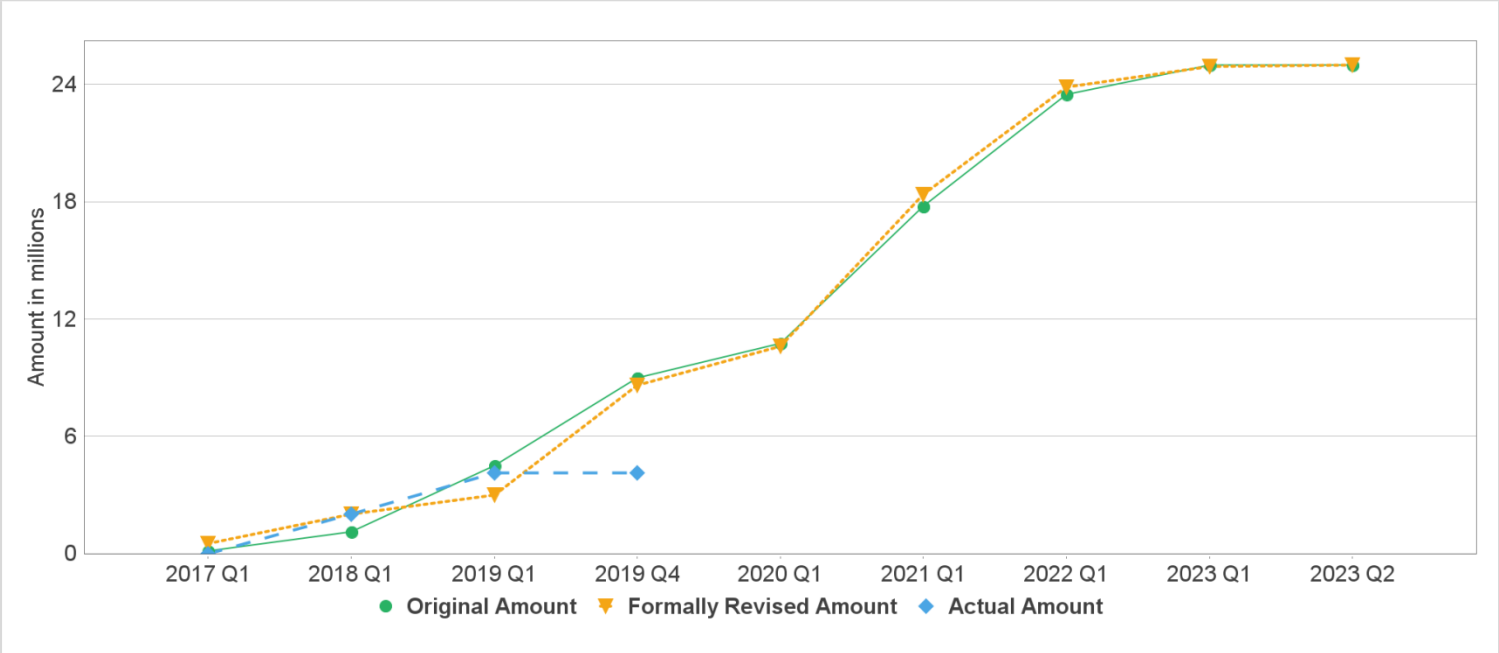
Disbursements (by loan)

Project	Loan/Credit/TF	Status	Currency	Original	Revised	Cancelled	Disbursed	Undisbursed	% Disbursed
P158504	IDA-59200	Effective	USD	25.00	25.00	0.00	4.13	21.00	16%

Key Dates (by loan)

Project	Loan/Credit/TF	Status	Approval Date	Signing Date	Effectiveness Date	Orig. Closing Date	Rev. Closing Date
P158504	IDA-59200	Effective	13-Dec-2016	07-Feb-2017	23-Mar-2017	31-Aug-2022	31-Aug-2022

Cumulative Disbursements



Restructuring History

Level 2 Approved on 10-Oct-2018

Related Project(s)

P170951-Lao PDR Road Sector Project 2 – Additional Finance