

Governance Measures

Area	Measures
Institutional and corporate governance	<ul style="list-style-type: none"> (i) Managing Director of NEA will continue to be selected through open advertisement and recruited on a performance based contract (ii) NEA Board will continue to be headed by a non-political person appointed by the government (iii) The reconstituted Electricity Tariff Fixation Commission will review tariff petitions annually submitted by NEA and issue tariff orders reflecting cost of supply
Anticorruption	<ul style="list-style-type: none"> (i) ADB will review and examine any alleged corrupt, fraudulent, collusive, or coercive practices relating to the project.
Procurement	<ul style="list-style-type: none"> (i) Project management units established and headed by senior officers report directly to the managing director of NEA (ii) Bid specifications and packaging are being prepared to ensure maximum competition under international competitive bidding procedures. (iii) Information on procurement will be disclosed on NEA website. (iv) Procurement capacity will be enhanced through regular training programs addressing procurement issues.
Financial management and audit	<ul style="list-style-type: none"> (i) Measurable financial performance indicators for NEA (ii) Expenditures, other financial transactions, and safe custody of project-financed assets will be monitored by the accounting and control systems of NEA (iii) Internal audit reports will be provided to the audit committees of the NEA board. (iv) Financial statements will be audited by independent auditors acceptable to ADB and regularly published.
	<ul style="list-style-type: none"> (i) A grievance redress mechanism will be established to address issues relating to project implementation.

ADB = Asian Development Bank, NEA = Nepal Electricity Authority
 Source: Asian Development Bank.