

RISK ASSESSMENT AND RISK MANAGEMENT PLAN

Risks	Assessment without Mitigation	Management Plan or Measures	Assessment with Mitigation
A. Key Risks			
Urban management practices do not fully support decentralized operation and maintenance for urban infrastructure	High	The participating corridor towns will introduce business plans and a cost-recovery concept to service provision.	Medium
Local authorities do not have adequate budgetary resources for capacity development activities	Medium	Capacity building intervention and training programs will be provided during project implementation. The project management support (PMS) consultant will seek local sources of financing to ensure sustainability of capacity building activities.	Low
Qualified female staff cannot be engaged	Medium	The PMS consultant and project performance management system will help increase local competence for quality control and evaluation.	Low
B. Financial Management			
Limited provincial and district capacity in financial management of projects funded by official development assistance (ODA)	Medium	The PMS consultant will strengthen financial management capacity of the implementing agency.	Low
Delayed or incomplete settlement of land acquisition and resettlement entitlements	High	Resettlement plans provide clear entitlements. An independent monitoring organization will be provided.	Low
C. Procurement			
Limited provincial and district capacity in procurement management of ODA-funded projects	Medium	The PMS consultant will strengthen procurement management capacities of the implementing agency. Government and Asian Development Bank procurement guidelines will be disseminated to project management unit staff.	Low
Inadequate provincial and district quality control and performance evaluation	Medium	The PMS consultant and project performance management system will help improve local competence for quality control and evaluation.	Low
Overall	Medium		Low
Source: Asian Development Bank.			