

RISK ASSESSMENT AND RISK MANAGEMENT PLAN

Risk	Assessment without Mitigation	Management Plan or Measures	Assessment with Mitigation
Financial Management Arrangements			
Corridor towns are unable to collect revenues for wastewater treatment plants, sanitary landfill, and solid waste management.	Medium	MPWT will pursue improved collection of fees and charges for urban environment infrastructure to recover the cost for operation and maintenance expenditures. MPWT has applied a similar approach in Siem Reap under the GMS Sustainable Tourism Development Project ^a where a special municipal office has been established to collect user fees of the WWTP and collection fees from private and institutional users. A similar approach is proposed to be followed in case of the WWTPs and solid waste facilities of Battambang, Baviet, and Poipet.	Low
Municipalities not yet fully prepared collect revenues for operation and maintenance of urban infrastructure.	Medium	The municipal entities which will manage the WWTPs and solid waste facilities of Battambang, Baviet, and Poipet will be encouraged to introduce business plans to recover costs for the services provided. These measures may require a municipal ordinance.	Low
Project-Specific Risk			
Procurement and corruption risks do exist.	Medium	Mass media will be used for bidding announcements. Government and ADB procurement guidelines will be disseminated to project management and implementation units.	Low
The settlement of land acquisition and resettlement entitlements is delayed or incomplete.	Medium	Resettlement plans provide clear entitlements. An external monitoring organization will be engaged to assist in monitoring of implementation of land acquisition and resettlement.	Low
Country Issues			
Quality control and performance evaluation in municipalities is lacking.	Medium	Capacity development assistance will increase local capacity to evaluate the technical performance of contractors and consultants.	Low

GMS = Greater Mekong Subregion, MPWT = Ministry of Public Works and Transport, WWTP = wastewater treatment plant

^a ADB. 2008. *Report and Recommendation of the President to the Board of Directors: Proposed Grant to the Lao People's Democratic Republic and Loan to the Socialist Republic of Viet Nam for the Greater Mekong Subregion Sustainable Tourism Development Project*. Manila.

Source: Asian Development Bank.