

RISK ASSESSMENT AND RISK MANAGEMENT PLAN

Risks	Assessment without Mitigation	Management Plan or Measures	Assessment with Mitigation
Governance			
Public financial management: Government delay in releasing counterpart funds	Medium	The Asian Development Bank will cover 100% of total expenditure for works, goods, and services, exclusive of taxes and duties to be exempted by the Government of Bhutan. This will ease the financial burden on the government to provide counterpart funding and thereby ensure adequate cash flow during implementation.	Low
Procurement: Lack of previous experience with ADB-funded procurement	Medium	The Department of Civil Aviation's project implementation unit will be assisted by a design and supervision consultant team, including an international and national procurement specialist, to assist with preparing the bidding document and bid evaluation report, and executing the contracts.	Low
Other Risks			
Implementation delay	Medium	Advance action is being taken with the objective of awarding the consulting services contract shortly following grant effectiveness to ensure timely commencement of engineering design and preparation of bidding documents.	Low
Overall	Medium		Low

Source: Asian Development Bank.