



Advance Contracting Notice

Date: 13 January 2015

Country/Borrower: People's Republic of China

Title of Proposed Project:

Henan Sustainable Livestock Farming and Product Safety Demonstration Project

Name and Address of Executing Agency:

Henan Provincial Government through the Foreign Economic Cooperation Center (FECC), Henan Agricultural Department (HAD)

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Brief Description of the Project:

1. Henan covers a large part of the fertile North China Plain, with a population of 104.89 million, of which 62.34 million live in the rural area. Poverty rate in the rural area is 13.1%. Agriculture has traditionally been a pillar of Henan's economy. The sector contributed 12.7% of the provincial gross domestic product and provided employment for 41.8% of the total labor force. Henan is also known as the breadbasket of the PRC for its contribution to the PRC's food security with the nation's highest wheat output and second highest corn output. Henan also provides meat to other provinces registering the second largest value of livestock production in the PRC in 2012.

2. Though Henan Provincial Government (HPG) has been upgrading its food safety infrastructure, procedures and enforcement capacity, substantial improvement is yet to be made to comply with new legislation requiring provincial governments to improve hazard risk assessment as part of the existing monitoring and inspection responsibility, and lower-administration governments to be equipped with rapid screening and testing capacity to enhance efficiency of sampling and inspection. On the other hand, the food producers, particularly agro-enterprises, are required to have adequate quality control and self-testing capacity in place. As a major food producer for the PRC, HPG needs to further improve food safety management on both the government side and food producer side. Particularly, improvement of food safety management of meat and other livestock products, which is challenging due to its complex supply chain, is imminent to the people's need for safe meat products.

3. The impact of the project will be development of meat industry in Henan with improved environmental sustainability and product safety. The outcome of the project will be model livestock and meat production with improved environmental sustainability and product safety livestock product safety demonstrated.

4. The outputs of the project will be (i) livestock product safety monitoring and inspection facilities upgraded, (ii) environmentally sustainable livestock production facilities established, and (iii) capacity strengthening and project management.

5. Output 1: Livestock product safety monitoring and inspection facilities upgraded.

This output will support the HPG's effort to improve the safety monitoring and inspection system. First, it will help Livestock Product Quality and Safety Monitoring and Inspection Center of Henan Animal Husbandry Bureau (HAHB), five project municipal and nine project county animal husbandry bureaus (MAHBs and CAHBs) upgrade and/or establish their laboratories and provide testing equipment. Second, it will help project participating enterprises (PPEs) upgrade and/or establish in-house testing facilities for feed and livestock products. Third, it will provide information technology equipment and software for HAHB, MAHBs, and CAHBs to establish a livestock product safety monitoring system, and for PPEs to establish respective livestock product information systems.

6. Output 2: Environmentally sustainable livestock production facilities established.

This output will promote environmental sustainability and energy conservation in the livestock value chain with a particular focus on the livestock production and processing stage. The project will help PPEs establish (i) production units and processing facilities; (ii) feed processing facilities; and (iii) in-house animal waste and waste water treatment and/or processing facilities, including biogas generators, and organic fertilizer processing facilities. These facilities will be equipped with energy- and water-saving technologies. The output is expected to generate significant environmental benefits including reduction of per unit GHG emissions, and employment and income generating opportunities at PPEs for local people and farmers who supply livestock, raw materials, other inputs to PPEs, and/or receive organic fertilizer from PPEs.

7. Output 3: Capacity strengthening and project management. This output will comprise capacity development activities and project management. The project will provide (i) training on livestock product safety for HAHB, MAHBs, CAHBs, and PPEs; (ii) training on environmentally sustainable livestock production and processing for PPEs and associated farmers; (iii) training on project management for project management offices (PMOs) of five project municipal and 10 county governments, HAHB, PPEs, and other relevant government agencies; and (iv) oversea and domestic study tours.

Brief Description of Goods and Related Services, Works or Consulting Services to be Procured and Retroactive Financing:

8. ADB has approved advanced contracting and retroactive financing. Advance action includes civil works and goods contracts. The advance procurement actions will be undertaken in accordance with ADB's Procurement Guidelines and ADB's Guidelines on the Use of Consultants.

Date of Advance Contracting and Retroactive Financing Approval: 22 August 2014