

RISK ASSESSMENT AND RISK MANAGEMENT PLAN

Risk Description	Risk Assessment	Mitigation Measures or Risk Management Plan
Delay in implementation	Medium	Training project management unit in procurement and disbursement procedures. Project management unit already experienced under Ho Chi Minh City Water Supply Project.
Lack of enforcement of Government Policies	Low	Implementation of capacity development technical assistance (TA8357-VIE) on improving water supply sector
Political interference preventing successful implementation and financial sustainability	Low	Under Ho Chi Minh Water Supply Project (L2961-VIE) running concurrently to the grant, the Peoples' Committee supported counterpart funding and water tariff increases over 70% from 2009 and 2013. A new water tariff roadmap is being discussed for approval in 2014 until 2018, based on Joint-Circular from Ministry of Finance, Ministry of Construction and Ministry of Agriculture and Rural Development
Overall	Medium	
Sources: Project team's assessment, based on Ho Chi Minh City Water Supply Project (TA7091-VIE) and Water Sector Investment Program Tranche 1 (L2754-VIE) under the Water Sector Investment Program (MFF0054-VIE).		